



1       **Sec. 102.** 2007 c 518 s 102 (uncodified) is amended to read as  
2 follows:

3 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

4	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$3,054,000</del> ))
5		<u>\$3,177,000</u>
6	Puget Sound Ferry Operations Account--State	
7	Appropriation . . . . .	\$100,000
8	TOTAL APPROPRIATION . . . . .	(( <del>\$3,154,000</del> ))
9		<u>\$3,277,000</u>

10       The appropriations in this section are subject to the following  
11 conditions and limitations:

12       (1) \$2,545,000 of the motor vehicle account--state appropriation is  
13 provided solely for the office of regulatory assistance integrated  
14 permitting project.

15       (2) \$75,000 of the motor vehicle account state appropriation is  
16 provided solely to address transportation budget and reporting  
17 requirements.

18       (3) For the transportation projects funded by the nickel and  
19 transportation partnership accounts, the office of financial  
20 management's budget instructions for the 2009-11 biennium must  
21 incorporate project and system performance measures, including  
22 committed budget, schedule and quality measures, and transportation  
23 system targets phased with project completion. The legislature intends  
24 that the budget instructions will support a process that reflects the  
25 following:

26       (a) For projects in preliminary design, legislative approval of  
27 scope, budget, and schedule, and a commitment by the department of  
28 transportation to the approved scope, budget, and schedule;

29       (b) For projects in phases beyond preliminary design, department  
30 performance reporting of standard measures of project productivity  
31 according to earned value accounting as follows:

32       (i) Earned budget at each quarter compared to expected budget;

33       (ii) Earned schedule at each quarter compared to expected schedule;

34       (iii) Earned performance compared to expected performance; and

35       (c) A process feeding back the results of project performance to  
36 improve project management and department productivity over time.



\$340,000

~~((The appropriation in this section is subject to the following conditions and limitations: The entire appropriation is provided solely for staffing costs to be dedicated to state transportation activities. Staff hired to support transportation activities must have practical experience with complex construction projects.))~~

**TRANSPORTATION AGENCIES--OPERATING**

**Sec. 201.** 2007 c 518 s 201 (uncodified) is amended to read as follows:

**FOR THE WASHINGTON TRAFFIC SAFETY COMMISSION**

Highway Safety Account--State Appropriation . . . . .	(( <del>\$2,609,000</del> ))
	<u>\$2,605,000</u>
Highway Safety Account--Federal Appropriation . . . . .	(( <del>\$15,880,000</del> ))
	<u>\$15,849,000</u>
School Zone Safety Account--State Appropriation . . . . .	\$3,300,000
TOTAL APPROPRIATION . . . . .	(( <del>\$21,789,000</del> ))
	<u>\$21,754,000</u>

**Sec. 202.** 2007 c 518 s 202 (uncodified) is amended to read as follows:

**FOR THE COUNTY ROAD ADMINISTRATION BOARD**

Rural Arterial Trust Account--State Appropriation . . . . .	(( <del>\$907,000</del> ))
	<u>\$901,000</u>
Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$2,075,000</del> ))
	<u>\$2,060,000</u>
County Arterial Preservation Account--State Appropriation . . . . .	(( <del>\$1,399,000</del> ))
	<u>\$1,389,000</u>
TOTAL APPROPRIATION . . . . .	(( <del>\$4,381,000</del> ))
	<u>\$4,350,000</u>

The appropriations in this section are subject to the following conditions and limitations: \$481,000 of the county arterial preservation account--state appropriation is provided solely for continued development and implementation of a maintenance management system to manage county transportation assets.



1 (a) Implementing the recommendations of Engrossed Substitute House  
2 Bill No. 2358 (regarding state ferries). As directed by Engrossed  
3 Substitute House Bill No. 2358, the committee work group shall  
4 participate in and provide a review of the following:

5 (i) The Washington transportation commission's development and  
6 interpretation of a survey of ferry customers;

7 (ii) The department of transportation's analysis and  
8 reestablishment of vehicle level of service standards. In  
9 reestablishing the standards, consideration must be given to whether  
10 boat wait is the appropriate measure;

11 (iii) The department's development of pricing policy proposals. In  
12 developing these policies, the policy, in effect on some routes, of  
13 collecting fares in only one direction must be evaluated to determine  
14 whether one-way fare pricing best serves the ferry system;

15 (iv) The department's development of operational strategies;

16 (v) The department's development of terminal design standards; and

17 (vi) The department's development of a long-range capital plan;

18 (b) Reviewing the following Washington state ferry programs:

19 (i) Ridership demand forecast;

20 (ii) Updated life cycle cost model, as directed by Engrossed  
21 Substitute House Bill No. 2358;

22 (iii) Administrative operating costs, nonlabor and nonfuel  
23 operating costs, Eagle Harbor maintenance facility program and  
24 maintenance costs, administrative and systemwide capital costs, and  
25 vessel preservation costs; and

26 (iv) The Washington state ferries' proposed capital cost allocation  
27 plan methodology, as described in Engrossed Substitute House Bill No.  
28 2358;

29 (c) Making recommendations regarding:

30 (i) The most efficient timing and sizing of future vessel  
31 acquisitions beyond those currently authorized by the legislature.  
32 Vessel acquisition recommendations must be based on the ridership  
33 projections, level of service standards, and operational and pricing  
34 strategies reviewed by the committee and must include the impact of  
35 those recommendations on the timing and size of terminal capital  
36 investments and the state ferries' long range operating and capital  
37 finance plans; and

1 (ii) Capital financing strategies for consideration in the 2009  
2 legislative session. This work must include confirming the  
3 department's estimate of future capital requirements based on a long  
4 range capital plan and must include the department's development of a  
5 plan for codevelopment and public private partnership opportunities at  
6 public ferry terminals; and

7 (d) Evaluate the capital cost allocation plan methodology developed  
8 by the department to implement Engrossed Substitute House Bill No.  
9 2358.

10 (2) \$250,000 of the motor vehicle account--state appropriation and  
11 \$250,000 of the multimodal transportation account--state appropriation  
12 are for the continuing implementation of (~~Substitute Senate Bill No.~~  
13 ~~5207~~) chapter 514, Laws of 2007.

14 (3) \$300,000 of the multimodal transportation account--state  
15 appropriation is for implementing Substitute House Bill No. 1694  
16 (coordinated transportation). If Substitute House Bill No. 1694 is not  
17 enacted by June 30, 2007, the amount provided in this subsection shall  
18 lapse.

19 (4) \$150,000 of the motor vehicle account--state appropriation is  
20 for the Puget Sound regional council to conduct a pilot program for  
21 multimodal concurrency analysis. This pilot program will analyze total  
22 trip needs for a regional growth center based on adopted land use  
23 plans, identify the number of trips which can be accommodated by  
24 planned roadway, transit service, and nonmotorized investments, and  
25 identify gaps for trips that cannot be served and strategies to fill  
26 those gaps. The purpose of this pilot is to demonstrate how this type  
27 of multimodal concurrency analysis can be used to broaden and  
28 strengthen local concurrency programs.

29 **Sec. 206.** 2007 c 518 s 206 (uncodified) is amended to read as  
30 follows:

31 **FOR THE TRANSPORTATION COMMISSION**

32	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$2,276,000</del> ))
33		<u>\$2,369,000</u>
34	Multimodal Transportation Account--State Appropriation . . .	\$112,000
35	TOTAL APPROPRIATION . . . . .	(( <del>\$2,388,000</del> ))
36		<u>\$2,481,000</u>

1 The appropriations in this section are subject to the following  
2 conditions and limitations:

3 (1) \$350,000 of the motor vehicle account--state appropriation is  
4 provided solely for the commission to conduct a survey of ferry  
5 customers as described in Engrossed Substitute House Bill No. 2358.  
6 Development and interpretation of the survey must be done with  
7 participation of the joint transportation committee work group  
8 established in section 205(1) of this act.

9 (2) (~~(\$100,000)~~) \$200,000 of the motor vehicle account--state  
10 appropriation is provided solely for a study to identify and evaluate  
11 long-term financing alternatives for the Washington state ferry system.  
12 The study shall incorporate the findings of the initial survey  
13 described in subsection (1) of this section, and shall consider the  
14 potential for state, regional, or local financing options. (~~The~~  
15 ~~commission shall submit a draft final report of its findings and~~  
16 ~~recommendations to the transportation committees of the legislature no~~  
17 ~~later than December 2008~~) The study will identify and model up to five  
18 feasible funding sources to be used for establishing a blueprint for a  
19 solid financial plan incorporating the recommendations of the joint  
20 transportation financing study. The commission shall establish a work  
21 group comprised of commission members, an appointee by the governor,  
22 and appointees of the house of representatives and senate  
23 transportation committees to assist in the commission's work. The work  
24 group shall report the progress of its tasks to the transportation  
25 committees of the legislature by December 31, 2008.

26 (3) The commission shall conduct a planning grade tolling study  
27 that is based on the recommended policies in the commission's  
28 comprehensive tolling study submitted September 20, 2006.

29 (4) Pursuant to 43.135.055, during the 2007-09 fiscal biennium, the  
30 transportation commission shall establish, periodically review, and, if  
31 necessary, modify a schedule of toll charges, with a maximum allowable  
32 charge of \$9.00, applicable to the state route 167 high-occupancy toll  
33 lane pilot project, as required by RCW 47.56.403.

34 (5) The transportation commission shall consider revisions to the  
35 toll rates and other user fees for the Tacoma Narrows Bridge. This  
36 review shall ensure that the revenues are sufficient to: (a) Meet the  
37 operating costs of the eligible toll facilities, including necessary  
38 maintenance, preservation, toll collection, administration, and toll

1 enforcement by public law enforcement; (b) meet obligations for the  
2 repayment of debt and interest on the eligible toll facilities, and any  
3 other associated financing costs including, but not limited to,  
4 required reserves, minimum debt coverage or other appropriate  
5 contingency funding, and insurance; and (c) meet any other obligations  
6 of the tolling authority. A report on this review shall be submitted  
7 to the legislature by September 30, 2008.

8 **Sec. 207.** 2007 c 518 s 207 (uncodified) is amended to read as  
9 follows:

10 **FOR THE FREIGHT MOBILITY STRATEGIC INVESTMENT BOARD**

11 Motor Vehicle Account--State Appropriation . . . . . ((~~\$695,000~~))  
12 \$692,000

13 The appropriation in this section is subject to the following  
14 conditions and limitations:

15 (1) The freight mobility strategic investment board shall, on a  
16 quarterly basis, provide status reports to the office of financial  
17 management and the transportation committees of the legislature on the  
18 delivery of projects funded by this act.

19 (2) The freight mobility strategic investment board and the  
20 department of transportation shall collaborate to submit a report to  
21 the office of financial management and the transportation committees of  
22 the legislature by September 1, 2008, listing proposed freight highway  
23 and rail projects. The report must describe the analysis used for  
24 selecting such projects, as required by chapter 47.06A RCW for the  
25 board and as required by this act for the department. When developing  
26 its list of proposed freight highway and rail projects, the freight  
27 mobility strategic investment board shall use the priorities identified  
28 in section 309(7)(a) of this act to the greatest extent possible.

29 **Sec. 208.** 2007 c 518 s 208 (uncodified) is amended to read as  
30 follows:

31 **FOR THE WASHINGTON STATE PATROL--FIELD OPERATIONS BUREAU**

32 State Patrol Highway Account--State  
33 Appropriation . . . . . ((~~\$225,445,000~~))  
34 \$227,172,000

35 State Patrol Highway Account--Federal  
36 Appropriation . . . . . \$10,602,000

1	State Patrol Highway Account--Private/Local	
2	Appropriation . . . . .	\$410,000
3	TOTAL APPROPRIATION . . . . .	(( <del>\$236,457,000</del> ))
4		<u>\$238,184,000</u>

5       The appropriations in this section are subject to the following  
6 conditions and limitations:

7       (1) Washington state patrol officers engaged in off-duty uniformed  
8 employment providing traffic control services to the department of  
9 transportation or other state agencies may use state patrol vehicles  
10 for the purpose of that employment, subject to guidelines adopted by  
11 the chief of the Washington state patrol. The Washington state patrol  
12 shall be reimbursed for the use of the vehicle at the prevailing state  
13 employee rate for mileage and hours of usage, subject to guidelines  
14 developed by the chief of the Washington state patrol.

15       (2) In addition to the user fees, the patrol shall transfer into  
16 the state patrol nonappropriated airplane revolving account under RCW  
17 43.79.470 no more than the amount of appropriated state patrol highway  
18 account and general fund funding necessary to cover the costs for the  
19 patrol's use of the aircraft. The state patrol highway account and  
20 general fund--state funds shall be transferred proportionately in  
21 accordance with a cost allocation that differentiates between highway  
22 traffic enforcement services and general policing purposes.

23       (3) The patrol shall not account for or record locally provided DUI  
24 cost reimbursement payments as expenditure credits to the state patrol  
25 highway account. The patrol shall report the amount of expected  
26 locally provided DUI cost reimbursements to the governor and  
27 transportation committees of the senate and house of representatives by  
28 September 30th of each year.

29       (4) \$1,662,000 of the state patrol highway account--state  
30 appropriation is provided solely for the implementation of Substitute  
31 House Bill No. 1304 (commercial vehicle enforcement). If Substitute  
32 House Bill No. 1304 is not enacted by June 30, 2007, the amount  
33 provided in this subsection shall lapse.

34       (5) During the ((~~fiscal year 2008~~)) 2007-2009 biennium, the  
35 Washington state patrol shall continue to perform traffic accident  
36 investigations on Thurston, Mason, and Lewis county roads, and shall  
37 work with the counties to transition the traffic accident

1 investigations on county roads to the counties by July 1, ((2008))  
2 2009.

3 (6) \$100,000 of the state patrol highway account--state  
4 appropriation is provided solely for the implementation of Substitute  
5 House Bill No. 1417 (health benefits for surviving dependents). If  
6 Substitute House Bill No. 1417 is not enacted by June 30, 2007, the  
7 amount provided in this subsection shall lapse.

8 (7) ((~~\$3,300,000~~)) \$1,700,000 of the state patrol highway  
9 account--state appropriation is provided solely for the salaries and  
10 benefits associated with accretion in the number of troopers employed  
11 above 1,158 authorized commissioned troopers. The Washington state  
12 patrol shall perform a study with a final report due to the legislative  
13 transportation committees by December 1, 2008, on the advantages and  
14 disadvantages of staffing the commercial vehicle enforcement section  
15 with commissioned officers instead of commercial vehicle enforcement  
16 officers.

17 **Sec. 209.** 2007 c 518 s 209 (uncodified) is amended to read as  
18 follows:

19 **FOR THE WASHINGTON STATE PATROL--INVESTIGATIVE SERVICES BUREAU**

20 State Patrol Highway Account--State Appropriation . . . ((~~\$1,300,000~~))  
21 \$1,553,000

22 **Sec. 210.** 2007 c 518 s 210 (uncodified) is amended to read as  
23 follows:

24 **FOR THE WASHINGTON STATE PATROL--TECHNICAL SERVICES BUREAU**

25 State Patrol Highway Account--State Appropriation . . . ((~~\$103,157,000~~))  
26 \$102,891,000

27 State Patrol Highway Account--Private/Local  
28 Appropriation . . . . . \$2,008,000  
29 TOTAL APPROPRIATION . . . . . ((~~\$105,165,000~~))  
30 \$104,899,000

31 The appropriations in this section are subject to the following  
32 conditions and limitations:

33 (1) The Washington state patrol shall work with the risk management  
34 division in the office of financial management in compiling the  
35 Washington state patrol's data for establishing the agency's risk  
36 management insurance premiums to the tort claims account. The office

1 of financial management and the Washington state patrol shall submit a  
2 report to the legislative transportation committees by December 31st of  
3 each year on the number of claims, estimated claims to be paid, method  
4 of calculation, and the adjustment in the premium.

5 (2) (~~(\$12,641,000)~~) \$9,981,000 of the total appropriation is  
6 provided solely for automobile fuel in the 2007-2009 biennium.

7 (3) (~~(\$8,678,000)~~) \$7,461,000 of the total appropriation is  
8 provided solely for the purchase of pursuit vehicles.

9 (4) (~~(\$5,254,000)~~) \$6,328,000 of the total appropriation is  
10 provided solely for vehicle repair and maintenance costs of vehicles  
11 used for highway purposes.

12 (5) \$384,000 of the total appropriation is provided solely for the  
13 purchase of mission vehicles used for highway purposes in the  
14 commercial vehicle and traffic investigation sections of the Washington  
15 state patrol.

16 (6) The Washington state patrol may submit information technology  
17 related requests for funding only if the patrol has coordinated with  
18 the department of information services as required by section 602 of  
19 this act.

20 (7) \$630,000 of the total appropriation is provided solely for the  
21 ongoing software maintenance and technical support for the digital  
22 microwave system. The Washington state patrol shall coordinate with  
23 the other members of the Washington state interoperability executive  
24 committee to insure compatibility between emergency communication  
25 systems.

26 **Sec. 211.** 2007 c 518 s 212 (uncodified) is amended to read as  
27 follows:

28 **FOR THE DEPARTMENT OF LICENSING**

29	Marine Fuel Tax Refund Account--State Appropriation . . . . .	\$32,000
30	Motorcycle Safety Education Account--State	
31	Appropriation . . . . .	( <del>(\$3,905,000)</del> )
32		<u>\$3,899,000</u>
33	Wildlife Account--State Appropriation . . . . .	( <del>(\$843,000)</del> )
34		<u>\$831,000</u>
35	Highway Safety Account--State Appropriation . . . . .	( <del>(\$141,953,000)</del> )
36		<u>\$145,176,000</u>
37	Highway Safety Account--Federal Appropriation . . . . .	\$233,000

1	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$79,230,000</del> ))
2		<u>\$79,268,000</u>
3	Motor Vehicle Account--Private/Local Appropriation . . . . .	\$1,372,000
4	Motor Vehicle Account--Federal Appropriation . . . . .	(( <del>\$117,000</del> ))
5		<u>\$1,354,000</u>
6	Department of Licensing Services Account--State	
7	Appropriation . . . . .	(( <del>\$3,540,000</del> ))
8		<u>\$4,861,000</u>
9	Washington State Patrol Highway Account--State	
10	Appropriation . . . . .	\$1,145,000
11	<u>Multimodal Transportation Account--State</u>	
12	<u>Appropriation . . . . .</u>	<u>\$76,000</u>
13	TOTAL APPROPRIATION . . . . .	(( <del>\$232,370,000</del> ))
14		<u>\$238,247,000</u>

15       The appropriations in this section are subject to the following  
16 conditions and limitations:

17       (1) \$2,941,000 of the highway safety account--state appropriation  
18 is provided solely for the implementation of Substitute House Bill No.  
19 1267 (modifying commercial driver's license requirements). If  
20 Substitute House Bill No. 1267 is not enacted by June 30, 2007, the  
21 amount provided in this subsection shall lapse. The department shall  
22 informally report to the legislature by December 1, 2008, with  
23 measurable data indicating the department's progress in meeting its  
24 goal of improving public safety by improving the quality of the  
25 commercial driver's license testing process.

26       (2) \$716,000 of the motorcycle safety education account--state  
27 appropriation is provided solely for the implementation of Senate Bill  
28 No. 5273 (modifying motorcycle driver's license endorsement and  
29 education provisions). If Senate Bill No. 5273 is not enacted by June  
30 30, 2007, the amount provided in this subsection shall lapse.

31       (3) ((~~\$8,872,000~~)) \$12,322,000 of the highway safety account--state  
32 appropriation is provided solely for costs associated with the systems  
33 development and issuance of enhanced drivers' licenses and identicards  
34 to facilitate crossing the Canadian border. ((~~If Engrossed Substitute~~  
35 ~~House Bill No. 1289 (relating to the issuance of enhanced drivers'~~  
36 ~~licenses and identicards) is not enacted by June 30, 2007, the amount~~  
37 ~~provided in this subsection shall lapse. The department may expend~~  
38 ~~funds only after acceptance of the enhanced Washington state driver's~~

1 ~~license for border crossing purposes by the Canadian and United States~~  
2 ~~governments. The department may expend funds only after prior written~~  
3 ~~approval of the director of financial management.))~~ Of the amount  
4 provided in this subsection, up to \$1,000,000 is for a statewide  
5 educational campaign, which must include coordination with existing  
6 public and private entities, to inform the Washington public of the  
7 benefits of the new enhanced drivers' licenses and identicards.  
8 \$300,000 of this amount is to partner with cross-border tourism  
9 businesses to create an educational campaign. Funds may be spent on  
10 educational campaigns once the caseload for enhanced drivers' license  
11 and identicards falls below levels that can be reasonably processed by  
12 the department within the appropriation provided by this section.

13 (4) \$91,000 of the motor vehicle account--state appropriation and  
14 \$152,000 of the highway safety account--state appropriation are  
15 provided solely for contracting with the office of the attorney general  
16 to investigate criminal activity uncovered in the course of the  
17 agency's licensing and regulatory activities. Funding is provided for  
18 the 2008 fiscal year. The department may request funding for the 2009  
19 fiscal year if the request is submitted with measurable data indicating  
20 the department's progress in meeting its goal of increased prosecution  
21 of illegal activity.

22 (5) \$350,000 of the highway safety account--state appropriation is  
23 provided solely for the costs associated with the systems development  
24 of the interface that will allow insurance carriers and their agents  
25 real time, online access to drivers' records. If Substitute Senate  
26 Bill No. 5937 is not enacted by June 30, 2007, the amount provided in  
27 this subsection shall lapse.

28 (6) \$1,145,000 of the state patrol highway account--state  
29 appropriation is provided solely for the implementation of Substitute  
30 House Bill No. 1304 (modifying commercial motor vehicle carrier  
31 provisions). If Substitute House Bill No. 1304 is not enacted by June  
32 30, 2007, the amount provided in this subsection shall lapse.

33 (7) The department may submit information technology related  
34 requests for funding only if the department has coordinated with the  
35 department of information services as required by section 602 of this  
36 act.

37 (8) ~~((Within the amounts appropriated in this section, the~~  
38 ~~department shall, working with the legislature, develop a proposal to~~

1 ~~streamline title and registration statutes to specifically address~~  
2 ~~apparent conflicts, fee distribution, and other recommendations by the~~  
3 ~~department that are revenue neutral and which do not change legislative~~  
4 ~~policy. The department shall report the results of this review to the~~  
5 ~~transportation committees of the legislature by December 1, 2007))~~  
6 \$265,000 of the department of licensing services account--state  
7 appropriation is provided solely for the implementation of Substitute  
8 House Bill No. 3029 (secure vehicle licensing system). If Substitute  
9 House Bill No. 3029 is not enacted by June 30, 2008, the amount  
10 provided in this subsection shall lapse.

11 (9) \$960,000 of the motor vehicle account--state appropriation is  
12 provided solely for the implementation of Second Substitute House Bill  
13 No. 1046 (motor vehicle insurance). If Second Substitute House Bill  
14 No. 1046 is not enacted by June 30, 2008, the amount provided in this  
15 subsection shall lapse.

16 (10) \$200,000 of the department of licensing services  
17 account--state appropriation is provided solely for the implementation  
18 of House Bill No. 3262 (driving record abstracts). If House Bill No.  
19 3262 is not enacted by June 30, 2008, the amount provided in this  
20 subsection shall lapse.

21 (11) \$300,000 of the highway safety account--state appropriation is  
22 provided solely for the implementation of Second Substitute House Bill  
23 No. 3254 (ignition interlock drivers' license). If Second Substitute  
24 House Bill No. 3254 is not enacted by June 30, 2008, the amount  
25 provided in this subsection shall lapse.

26 (12) \$100,000 of the department of licensing services  
27 account--state appropriation is provided solely for the implementation  
28 of Second Substitute House Bill No. 2817 (contaminated vehicles). If  
29 Second Substitute House Bill No. 2817 is not enacted by June 30, 2008,  
30 the amount provided in this subsection shall lapse.

31 (13) Sufficient funding is provided in this section for the  
32 department to implement Substitute House Bill No. 3069 (driver  
33 improvement schools).

34 (14) \$76,000 of the multimodal transportation account--state  
35 appropriation is provided solely for contracting with the office of the  
36 superintendent of public instruction (OSPI) to conduct pilot programs  
37 in three school districts for road safety education and training for  
38 children, in order to teach children safe walking, bicycling, and

1 transit use behavior. The pilot projects shall be conducted during the  
 2 2008-09 academic year, and shall be modeled after a program and  
 3 curriculum successfully implemented in the Spokane school district.  
 4 Funds are provided for curriculum resources, bicycle purchases, teacher  
 5 training, other essential services and equipment, and OSPI  
 6 administrative expenses which may include contracting out pilot program  
 7 administration. The participating school districts shall be located as  
 8 follows: One in Grant county, one in Island county, and one in Kitsap  
 9 county. The OSPI shall evaluate the pilot programs, and report to the  
 10 transportation committees of the legislature no later than December 1,  
 11 2009, on the outcomes of the pilot programs. The report shall include  
 12 a survey identifying barriers to, interest in, and the likelihood of  
 13 students traveling by biking, walking, or transit both prior to and  
 14 following completion of the pilot program.

15 **Sec. 212.** 2007 c 518 s 213 (uncodified) is amended to read as  
 16 follows:

17 **FOR THE DEPARTMENT OF TRANSPORTATION--TOLL OPERATIONS AND**  
 18 **MAINTENANCE--PROGRAM B**

19 High-Occupancy Toll Lanes Account--State

20	Appropriation . . . . .	\$2,596,000
21	Motor Vehicle Account--State Appropriation . . . . .	((\$5,600,000))
22		<u>\$600,000</u>
23	Tacoma Narrows Toll Bridge Account--State	
24	Appropriation . . . . .	((\$28,218,000))
25		<u>\$29,530,000</u>
26	TOTAL APPROPRIATION . . . . .	((\$36,414,000))
27		<u>\$32,726,000</u>

28 The appropriations in this section are subject to the following  
 29 conditions and limitations:

30 ~~(1) ((\$5,000,000 of the motor vehicle account state is provided~~  
 31 ~~solely to provide a reserve for the Tacoma Narrows Bridge project.~~  
 32 ~~This appropriation shall be held in unallotted status until the office~~  
 33 ~~of financial management deems that revenues applicable to the Tacoma~~  
 34 ~~Narrows Bridge project are not sufficient to cover the project's~~  
 35 ~~expenditures.~~

36 (+2)) The department shall solicit private donations to fund

1 activities related to the opening ceremonies of the Tacoma Narrows  
2 bridge project.

3 (2) The department shall develop incentives to reduce and control  
4 tolling operations costs. These incentives may be directed at the  
5 public, the tolling contractor, or the department. Incentives to be  
6 considered should include, but not be limited to: Incentives to return  
7 unnneeded transponders, incentives to close inactive accounts,  
8 incentives to reduce printed account statements, incentives to reduce  
9 labor costs, and incentives to reduce postage and shipping costs.  
10 These incentives shall be presented for review by the transportation  
11 commission by September 30, 2008.

12 **Sec. 213.** 2007 c 518 s 214 (uncodified) is amended to read as  
13 follows:

14 **FOR THE DEPARTMENT OF TRANSPORTATION--INFORMATION TECHNOLOGY--PROGRAM**  
15 **C**

16	Transportation Partnership Account--State	
17	Appropriation . . . . .	(( <del>\$4,556,000</del> ))
18		<u>\$5,892,000</u>
19	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$67,613,000</del> ))
20		<u>\$67,744,000</u>
21	Motor Vehicle Account--Federal Appropriation . . . . .	\$1,096,000
22	Puget Sound Ferry Operations Account--State	
23	Appropriation . . . . .	(( <del>\$9,192,000</del> ))
24		<u>\$9,147,000</u>
25	Multimodal Transportation Account--State	
26	Appropriation . . . . .	\$363,000
27	Transportation 2003 Account (Nickel Account)--State	
28	Appropriation . . . . .	(( <del>\$4,000,000</del> ))
29		<u>\$5,337,000</u>
30	TOTAL APPROPRIATION . . . . .	(( <del>\$86,820,000</del> ))
31		<u>\$89,579,000</u>

32 The appropriations in this section are subject to the following  
33 conditions and limitations:

34 (1) The department shall consult with the office of financial  
35 management and the department of information services to ensure that  
36 (a) the department's current and future system development is  
37 consistent with the overall direction of other key state systems; and

1 (b) when possible, use or develop common statewide information systems  
2 to encourage coordination and integration of information used by the  
3 department and other state agencies and to avoid duplication.

4 (2) The department shall provide updated information on six project  
5 milestones for all active projects, funded in part or in whole with  
6 2005 transportation partnership account funds or 2003 nickel account  
7 funds, on a quarterly basis in the transportation executive information  
8 system (TEIS). The department shall also provide updated information  
9 on six project milestones for projects, funded with preexisting funds  
10 and that are agreed to by the legislature, office of financial  
11 management, and the department, on a quarterly basis in TEIS.

12 (3) (~~(\$2,300,000)~~) \$3,300,000 of the motor vehicle account--state  
13 appropriation is provided solely for preliminary work needed to  
14 transition the department to the state government network. In  
15 collaboration with the department of information services the  
16 department shall complete an inventory of the current network  
17 infrastructure, (~~and~~) develop an implementation plan for transition  
18 to the state government network, improve security, and initiate  
19 connection to the state government network.

20 (4) \$1,000,000 of the motor vehicle account--state appropriation,  
21 (~~(\$4,556,000)~~) \$5,892,000 of the transportation partnership account--  
22 state appropriation, and (~~(\$4,000,000)~~) \$5,337,000 of the  
23 transportation 2003 account (nickel account)--state appropriation are  
24 provided solely for the department to develop a project management and  
25 reporting system which is a collection of integrated tools for capital  
26 construction project managers to use to perform all the necessary tasks  
27 associated with project management. The department shall integrate  
28 commercial off-the-shelf software with existing department systems and  
29 enhanced approaches to data management to provide web-based access for  
30 multi-level reporting and improved business workflows and reporting.  
31 Beginning September 1, 2007, and on a quarterly basis thereafter, the  
32 department shall report to the office of financial management and the  
33 transportation committees of the legislature on the status of the  
34 development and integration of the system. The first report shall  
35 include a detailed work plan for the development and integration of the  
36 system including timelines and budget milestones. At a minimum the  
37 ensuing reports shall indicate the status of the work as it compares to

1 the work plan, any discrepancies, and proposed adjustments necessary to  
2 bring the project back on schedule or budget if necessary.

3 (5) The department may submit information technology related  
4 requests for funding only if the department has coordinated with the  
5 department of information services as required by section 602 of this  
6 act.

7 (6) \$1,600,000 of the motor vehicle account--state appropriation is  
8 provided solely for the critical application assessment implementation  
9 project. The department shall submit a progress report on the critical  
10 application assessment implementation project to the house of  
11 representatives and senate transportation committees on or before  
12 December 1, 2007, and December 1, 2008, with a final report on or  
13 before June 30, 2009.

14 **Sec. 214.** 2007 c 518 s 215 (uncodified) is amended to read as  
15 follows:

16 **FOR THE DEPARTMENT OF TRANSPORTATION--FACILITY MAINTENANCE, OPERATIONS**  
17 **AND CONSTRUCTION--PROGRAM D--OPERATING**

18 Motor Vehicle Account--State Appropriation . . . . . (~~(\$34,569,000)~~)  
19 \$33,998,000

20 **Sec. 215.** 2007 c 518 s 216 (uncodified) is amended to read as  
21 follows:

22 **FOR THE DEPARTMENT OF TRANSPORTATION--AVIATION--PROGRAM F**

23 Aeronautics Account--State Appropriation . . . . . (~~(\$6,889,000)~~)  
24 \$7,868,000

25 Aeronautics Account--Federal Appropriation . . . . . \$2,150,000

26 Multimodal Transportation Account--State Appropriation . . . \$631,000

27 TOTAL APPROPRIATION . . . . . (~~(\$9,670,000)~~)  
28 \$10,649,000

29 The appropriations in this section are subject to the following  
30 conditions and limitations: The entire multimodal transportation  
31 account--state appropriation (~~is~~) and \$400,000 of the aeronautics  
32 account--state appropriation are provided solely for the aviation  
33 planning council as provided for in RCW 47.68.410.

34 **Sec. 216.** 2007 c 518 s 217 (uncodified) is amended to read as  
35 follows:

1 **FOR THE DEPARTMENT OF TRANSPORTATION--PROGRAM DELIVERY MANAGEMENT AND**  
2 **SUPPORT--PROGRAM H**

3 Transportation Partnership Account--State

4 Appropriation . . . . . \$2,422,000

5 Motor Vehicle Account--State Appropriation . . . . . (~~(\$50,446,000)~~)

6 \$51,868,000

7 Motor Vehicle Account--Federal Appropriation . . . . . \$500,000

8 Multimodal Transportation Account--State

9 Appropriation . . . . . \$250,000

10 Transportation 2003 Account (Nickel Account)--State

11 Appropriation . . . . . \$2,422,000

12 TOTAL APPROPRIATION . . . . . (~~(\$56,040,000)~~)

13 \$57,462,000

14 The appropriation in this section is subject to the following  
15 conditions and limitations: \$2,422,000 of the transportation  
16 partnership account appropriation and \$2,422,000 of the transportation  
17 2003 account (nickel account)--state appropriation are provided solely  
18 for consultant contracts and staff to assist the department in the  
19 delivery of the capital construction program by identifying  
20 improvements to program delivery, program management, project controls,  
21 program and project monitoring, forecasting, and reporting. The  
22 (~~consultants~~) department shall work with the department of  
23 information services in the development of the project management and  
24 reporting system.

25 The consultants shall provide an updated copy of the capital  
26 construction strategic plan to the legislative transportation  
27 committees and to the office of financial management on June 30, 2008,  
28 and each year thereafter.

29 The department shall coordinate its work with other budget and  
30 performance efforts, including Roadmap, the findings of the critical  
31 applications modernization and integration strategies study, including  
32 proposed next steps, and the priorities of government process.

33 The department shall report to the transportation committees of the  
34 house of representatives and senate, and the office of financial  
35 management, by December 31, 2007, on the implementation status of  
36 recommended capital budgeting and reporting options. Options must  
37 include: Reporting against legislatively-established project  
38 identification numbers and may include recommendations for reporting

1 against other appropriate project groupings; measures for reporting  
2 progress, timeliness, and cost which create an incentive for the  
3 department to manage effectively and report its progress in a  
4 transparent manner; and criteria and process for transfers of funds  
5 among projects.

6 **Sec. 217.** 2007 c 518 s 218 (uncodified) is amended to read as  
7 follows:

8 **FOR THE DEPARTMENT OF TRANSPORTATION--ECONOMIC PARTNERSHIPS--PROGRAM**  
9 **K**

10	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$1,151,000</del> ))
11		<u>\$842,000</u>
12	Multimodal Transportation Account--State Appropriation . . .	\$300,000
13	TOTAL APPROPRIATION . . . . .	(( <del>\$1,451,000</del> ))
14		<u>\$1,142,000</u>

15 The appropriation in this section is subject to the following  
16 conditions and limitations:

17 (1) \$300,000 of the multimodal account--state appropriation is  
18 provided solely for the department to hire a consultant to develop a  
19 plan for codevelopment and public-private partnership opportunities at  
20 public ferry terminals.

21 (2) The department shall conduct an analysis and, if determined to  
22 be feasible, initiate requests for proposals involving the distribution  
23 of alternative fuels along state department of transportation  
24 rights-of-way.

25 **Sec. 218.** 2007 c 518 s 219 (uncodified) is amended to read as  
26 follows:

27 **FOR THE DEPARTMENT OF TRANSPORTATION--HIGHWAY MAINTENANCE--PROGRAM M**

28	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$321,888,000</del> ))
29		<u>\$335,310,000</u>
30	Motor Vehicle Account--Federal Appropriation . . . . .	(( <del>\$2,000,000</del> ))
31		<u>\$6,000,000</u>
32	Motor Vehicle Account--Private/Local Appropriation . . . . .	\$5,797,000
33	TOTAL APPROPRIATION . . . . .	(( <del>\$329,685,000</del> ))
34		<u>\$347,107,000</u>

35 The appropriations in this section are subject to the following  
36 conditions and limitations:

1 (1) If portions of the appropriations in this section are required  
2 to fund maintenance work resulting from major disasters not covered by  
3 federal emergency funds such as fire, flooding, and major slides,  
4 supplemental appropriations must be requested to restore state funding  
5 for ongoing maintenance activities.

6 (2) The department shall request an unanticipated receipt for any  
7 federal moneys received for emergency snow and ice removal and shall  
8 place an equal amount of the motor vehicle account--state into  
9 unallotted status. This exchange shall not affect the amount of  
10 funding available for snow and ice removal.

11 (3) The department shall request an unanticipated receipt for any  
12 private or local funds received for reimbursements of third party  
13 damages that are in excess of the motor vehicle account--private/local  
14 appropriation.

15 (4) (~~(\$1,500,000)~~) \$5,500,000 of the motor vehicle account--federal  
16 appropriation is provided for unanticipated federal funds that may be  
17 received during the 2007-09 biennium. Upon receipt of the funds, the  
18 department shall provide a report on the use of the funds to the  
19 transportation committees of the legislature and the office of  
20 financial management.

21 (5) Funding is provided for maintenance on the state system to  
22 deliver service level targets as listed in LEAP Transportation Document  
23 2007-C, as developed April 20, 2007. In delivering the program and  
24 aiming for these targets, the department should concentrate on the  
25 following areas:

26 (a) Eliminating the number of activities delivered in the "f" level  
27 of service at the region level; and

28 (b) Evaluating, analyzing, and potentially redistributing resources  
29 within and among regions to provide greater consistency in delivering  
30 the program statewide and in achieving overall level of service  
31 targets.

32 (6) The department may work with the department of corrections to  
33 utilize corrections crews for the purposes of litter pickup on state  
34 highways.

35 (7) \$650,000 of the motor vehicle account--state appropriation is  
36 provided solely for increased asphalt costs.

37 (8) The department shall prepare a comprehensive listing of

1 maintenance backlogs and related costs and report to the office of  
2 financial management and the transportation committees of the  
3 legislature by December 31, 2008.

4 (9) \$3,250,000 of the motor vehicle account--state appropriation is  
5 provided solely for the increased costs of avalanche control and snow  
6 removal work during the winter of 2007-08.

7 **Sec. 219.** 2007 c 518 s 220 (uncodified) is amended to read as  
8 follows:

9 **FOR THE DEPARTMENT OF TRANSPORTATION--TRAFFIC OPERATIONS--PROGRAM Q--**  
10 **OPERATING**

11 Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$52,040,000</del> ))
	<u>\$51,572,000</u>
13 Motor Vehicle Account--Federal Appropriation . . . . .	\$2,050,000
14 Motor Vehicle Account--Private/Local Appropriation . . . . .	\$127,000
15 TOTAL APPROPRIATION . . . . .	(( <del>\$54,217,000</del> ))
16	<u>\$53,749,000</u>

17 The appropriations in this section are subject to the following  
18 conditions and limitations:

19 (1) \$654,000 of the motor vehicle account--state appropriation is  
20 provided solely for the department to time state-owned and operated  
21 traffic signals. This funding may also be used to program incident,  
22 emergency, or special event signal timing plans.

23 (2) \$346,000 of the motor vehicle account--state appropriation is  
24 provided solely for the department to implement a pilot tow truck  
25 incentive program. The department may provide incentive payments to  
26 towing companies that meet clearance goals on accidents that involve  
27 heavy trucks.

28 (3) \$6,800,000 of the motor vehicle account--state appropriation is  
29 provided solely for low-cost enhancements. The department shall give  
30 priority to low-cost enhancement projects that improve safety or  
31 provide congestion relief. The department shall prioritize low-cost  
32 enhancement projects on a statewide rather than regional basis. By  
33 January 1, 2008, and January 1, 2009, the department shall provide a  
34 report to the legislature listing all low-cost enhancement projects  
35 prioritized on a statewide rather than regional basis completed in the  
36 prior year.

1 (4) The department, in consultation with the Washington state  
2 patrol, may conduct a pilot program for the patrol to issue infractions  
3 based on information from automated traffic safety cameras in roadway  
4 construction zones on state highways when workers are present.

5 (a) In order to ensure adequate time in the 2007-09 biennium to  
6 evaluate the effectiveness of the pilot program, any projects  
7 authorized by the department must be authorized by December 31, 2007.

8 (b) The department shall use the following guidelines to administer  
9 the program:

10 (i) Automated traffic safety cameras may only take pictures of the  
11 vehicle and vehicle license plate and only while an infraction is  
12 occurring. The picture must not reveal the face of the driver or of  
13 passengers in the vehicle;

14 (ii) The department shall plainly mark the locations where the  
15 automated traffic safety cameras are used by placing signs on locations  
16 that clearly indicate to a driver that he or she is entering a roadway  
17 construction zone where traffic laws are enforced by an automated  
18 traffic safety camera;

19 (iii) Notices of infractions must be mailed to the registered owner  
20 of a vehicle within fourteen days of the infraction occurring;

21 (iv) The owner of the vehicle is not responsible for the violation  
22 if the owner of the vehicle, within fourteen days of receiving  
23 notification of the violation, mails to the patrol, a declaration under  
24 penalty of perjury, stating that the vehicle involved was, at the time,  
25 stolen or in the care, custody, or control of some person other than  
26 the registered owner, or any other extenuating circumstances;

27 (v) For purposes of the 2007-09 biennium pilot project, infractions  
28 detected through the use of automated traffic safety cameras are not  
29 part of the registered owner's driving record under RCW 46.52.101 and  
30 46.52.120. Additionally, infractions generated by the use of automated  
31 traffic safety cameras must be processed in the same manner as parking  
32 infractions for the purposes of RCW 3.46.120, 3.50.100, 35.20.220,  
33 46.16.216, and 46.20.270(3). However, the amount of the fine issued  
34 for an infraction generated through the use of an automated traffic  
35 safety camera is one hundred thirty-seven dollars. The court shall  
36 remit thirty-two dollars of the fine to the state treasurer for deposit  
37 into the state patrol highway account;

1 (vi) If a notice of infraction is sent to the registered owner and  
 2 the registered owner is a rental car business, the infraction will be  
 3 dismissed against the business if it mails to the patrol, within  
 4 fourteen days of receiving the notice, a declaration under penalty of  
 5 perjury of the name and known mailing address of the individual driving  
 6 or renting the vehicle when the infraction occurred. If the business  
 7 is unable to determine who was driving or renting the vehicle at the  
 8 time the infraction occurred, the business must sign a declaration  
 9 under penalty of perjury to this effect. The declaration must be  
 10 mailed to the patrol within fourteen days of receiving the notice of  
 11 traffic infraction. Timely mailing of this declaration to the issuing  
 12 agency relieves a rental car business of any liability under this  
 13 section for the notice of infraction. A declaration form suitable for  
 14 this purpose must be included with each automated traffic infraction  
 15 notice issued, along with instructions for its completion and use; and

16 (vii) By June 30, 2009, the department shall provide a report to  
 17 the legislature regarding the use, public acceptance, outcomes, and  
 18 other relevant issues regarding the pilot project.

19 **Sec. 220.** 2007 c 518 s 221 (uncodified) is amended to read as  
 20 follows:

21 **FOR THE DEPARTMENT OF TRANSPORTATION--TRANSPORTATION MANAGEMENT AND**  
 22 **SUPPORT--PROGRAM S**

23	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$28,215,000</del> ))
24		<u>\$27,392,000</u>
25	Motor Vehicle Account--Federal Appropriation . . . . .	\$30,000
26	Puget Sound Ferry Operations Account--State	
27	Appropriation . . . . .	\$1,321,000
28	Multimodal Transportation Account--State	
29	Appropriation . . . . .	\$1,223,000
30	TOTAL APPROPRIATION . . . . .	(( <del>\$30,789,000</del> ))
31		<u>\$29,966,000</u>

32 The appropriations in this section are subject to the following  
 33 conditions and limitations:

34 (1) The department shall work with staffs from the legislative  
 35 evaluation and accountability program committee, the transportation  
 36 committees of the legislature, and the office of financial management

1 on developing a new capital budgeting system to meet identified  
2 information needs.

3 (2) \$250,000 of the multimodal account--state appropriation is  
4 provided solely for implementing a wounded combat veteran's internship  
5 program, administered by the department. The department shall seek  
6 federal funding to support the continuation of this program.

7 **Sec. 221.** 2007 c 518 s 222 (uncodified) is amended to read as  
8 follows:

9 **FOR THE DEPARTMENT OF TRANSPORTATION--TRANSPORTATION PLANNING, DATA,**  
10 **AND RESEARCH--PROGRAM T**

11	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$30,698,000</del> ))
12		<u>\$27,602,000</u>
13	Motor Vehicle Account--Federal Appropriation . . . . .	\$19,163,000
14	Multimodal Transportation Account--State	
15	Appropriation . . . . .	(( <del>\$1,029,000</del> ))
16		<u>\$1,261,000</u>
17	Multimodal Transportation Account--Federal	
18	Appropriation . . . . .	\$2,809,000
19	Multimodal Transportation Account--Private/Local	
20	Appropriation . . . . .	\$100,000
21	TOTAL APPROPRIATION . . . . .	(( <del>\$53,799,000</del> ))
22		<u>\$50,935,000</u>

23 The appropriations in this section are subject to the following  
24 conditions and limitations:

25 (1) ~~((~~\$3,900,000~~ of the motor vehicle account--state appropriation~~  
26 ~~is provided solely for the costs of the regional transportation~~  
27 ~~investment district (RTID) and department of transportation project~~  
28 ~~oversight. The department shall provide support from its urban~~  
29 ~~corridors region to assist in preparing project costs, expenditure~~  
30 ~~plans, and modeling. The department shall not deduct a management~~  
31 ~~reserve, nor charge management or overhead fees. These funds,~~  
32 ~~including those expended since 2003, are provided as a loan to the RTID~~  
33 ~~and shall be repaid to the state within one year following formation of~~  
34 ~~the RTID. \$2,391,000 of the amount provided under this subsection~~  
35 ~~shall lapse, effective January 1, 2008, if voters fail to approve~~  
36 ~~formation of the RTID at the 2007 general election, as determined by~~  
37 ~~the certification of the election results.)) \$1,559,000 of the motor~~

1 vehicle account--state appropriation is provided solely for costs  
2 incurred by the department for the 2007 regional transportation  
3 investment district election.

4 (2) \$300,000 of the multimodal transportation account--state  
5 appropriation is provided solely for a transportation demand management  
6 program, developed by the Whatcom council of governments, to further  
7 reduce drive-alone trips and maximize the use of sustainable  
8 transportation choices. The community-based program must focus on all  
9 trips, not only commute trips, by providing education, assistance, and  
10 incentives to four target audiences: (a) Large work sites; (b)  
11 employees of businesses in downtown areas; (c) school children; and (d)  
12 residents of Bellingham.

13 (3) \$320,000 of the motor vehicle account--state appropriation and  
14 \$128,000 of the motor vehicle account--federal appropriation are  
15 provided solely for development of a freight database to help guide  
16 freight investment decisions and track project effectiveness. The  
17 database will be based on truck movement tracked through geographic  
18 information system technology. TransNow will contribute an additional  
19 \$192,000 in federal funds which are not appropriated in the  
20 transportation budget. The department shall work with the freight  
21 mobility strategic investment board to implement this project.

22 (4) By December 1, 2008, the department shall require confirmation  
23 from jurisdictions that plan under the growth management act, chapter  
24 36.70A RCW, and that receive state transportation funding under this  
25 act, that the jurisdictions have adopted standards for access  
26 permitting on state highways that meet or exceed department standards  
27 in accordance with RCW 47.50.030. The objective of this subsection is  
28 to encourage local governments, through the receipt of state  
29 transportation funding, to adhere to best practices in access control  
30 applicable to development activity significantly impacting state  
31 transportation facilities. By January 1, 2009, the department shall  
32 submit a report to the appropriate committees of the legislature  
33 detailing the progress of the local jurisdictions in adopting the  
34 highway access permitting standards.

35 (5) \$150,000 of the motor vehicle account--federal appropriation is  
36 provided solely for the costs to develop an electronic map-based  
37 computer application that will enable law enforcement officers and

1 others to more easily locate collisions and other incidents in the  
2 field.

3 (6) The department shall add a position within the freight systems  
4 division to provide expertise regarding the trucking aspects of the  
5 state's freight system.

6 (7) The department shall evaluate the feasibility of developing a  
7 freight corridor bypass from Everett to Gold Bar on US 2, including a  
8 connection to SR 522. US 2 is an important freight corridor, and is an  
9 alternative route for I-90. Congestion, safety issues, and flooding  
10 concerns have all contributed to the need for major improvements to the  
11 corridor. The evaluation shall consider the use of toll lanes for the  
12 project. The department must report to the transportation committees  
13 of the legislature by December 1, 2007, on its analysis and  
14 recommendations regarding the benefit of a freight corridor and the  
15 potential use of freight toll lanes to improve safety and congestion in  
16 the corridor.

17 (8) \$100,000 of the multimodal transportation account--state  
18 appropriation is provided solely to support the commuter rail study  
19 between eastern Snohomish county and eastern King county as defined in  
20 Substitute House Bill No. 3224. Funds are provided to the Puget Sound  
21 regional council for one time only. If Substitute House Bill No. 3224  
22 is not enacted by June 30, 2008, the amount provided in this subsection  
23 shall lapse.

24 (9) \$140,000 of the multimodal transportation account--state  
25 appropriation is provided solely for a full-time employee to develop  
26 vehicle miles traveled and other greenhouse gas emissions benchmarks as  
27 described in Second Substitute House Bill No. 2815. If Second  
28 Substitute House Bill No. 2815 is not enacted by June 30, 2008, the  
29 amount provided in this subsection shall lapse.

30 **Sec. 222.** 2007 c 518 s 223 (uncodified) is amended to read as  
31 follows:

32 **FOR THE DEPARTMENT OF TRANSPORTATION--CHARGES FROM OTHER AGENCIES--**  
33 **PROGRAM U**

34	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$66,342,000</del> ))
35		<u>\$66,428,000</u>
36	Motor Vehicle Account--Federal Appropriation . . . . .	\$400,000
37	Multimodal Transportation Account--State	

1	Appropriation . . . . .	\$259,000
2	TOTAL APPROPRIATION . . . . .	(( <del>\$67,001,000</del> ))
3		<u>\$67,087,000</u>

4 The appropriations in this section are subject to the following  
5 conditions and limitations:

6 (1) \$36,665,000 of the motor vehicle fund--state appropriation is  
7 provided solely for the liabilities attributable to the department of  
8 transportation. The office of financial management must provide a  
9 detailed accounting of the revenues and expenditures of the self-  
10 insurance fund to the transportation committees of the legislature on  
11 December 31st and June 30th of each year.

12 (2) Payments in this section represent charges from other state  
13 agencies to the department of transportation.

14 (a) FOR PAYMENT OF OFFICE OF FINANCIAL MANAGEMENT  
15 DIVISION OF RISK MANAGEMENT FEES . . . . . \$1,520,000

16 (b) FOR PAYMENT OF COSTS OF THE OFFICE OF THE STATE  
17 AUDITOR . . . . . ((~~\$1,150,000~~))  
18 \$1,153,000

19 (c) FOR PAYMENT OF COSTS OF DEPARTMENT OF GENERAL  
20 ADMINISTRATION FACILITIES AND SERVICES AND CONSOLIDATED  
21 MAIL SERVICES . . . . . ((~~\$4,157,000~~))  
22 \$4,859,000

23 (d) FOR PAYMENT OF COSTS OF THE DEPARTMENT OF  
24 PERSONNEL . . . . . ((~~\$4,033,000~~))  
25 \$7,593,000

26 (e) FOR PAYMENT OF SELF-INSURANCE LIABILITY  
27 PREMIUMS AND ADMINISTRATION . . . . . \$36,665,000

28 (f) FOR PAYMENT OF THE DEPARTMENT OF GENERAL  
29 ADMINISTRATION CAPITAL PROJECTS SURCHARGE . . . . . \$1,838,000

30 (g) FOR ARCHIVES AND RECORDS MANAGEMENT . . . . . ((~~\$647,000~~))  
31 \$677,000

32 (h) FOR OFFICE OF MINORITIES AND WOMEN BUSINESS  
33 ENTERPRISES . . . . . ((~~\$1,070,000~~))  
34 \$1,042,000

35 (i) FOR USE OF FINANCIAL SYSTEMS PROVIDED BY  
36 THE OFFICE OF FINANCIAL MANAGEMENT . . . . . ((~~\$930,000~~))  
37 \$1,266,000

38 (j) FOR POLICY ASSISTANCE FROM THE DEPARTMENT

1 OF INFORMATION SERVICES . . . . . ((~~\$1,138,000~~))  
2 \$945,000  
3 (k) FOR LEGAL SERVICE PROVIDED BY THE ATTORNEY  
4 GENERAL'S OFFICE . . . . . ((~~\$8,859,000~~))  
5 \$9,045,000  
6 (l) FOR LEGAL SERVICE PROVIDED BY THE ATTORNEY  
7 GENERAL'S OFFICE FOR THE SECOND PHASE OF THE BOLDT  
8 LITIGATION . . . . . \$158,000  
9 (m) FOR DEPARTMENT OF PERSONNEL ONLINE RECRUITING . . . . . \$326,000

10 **Sec. 223.** 2007 c 518 s 224 (uncodified) is amended to read as  
11 follows:

12 **FOR THE DEPARTMENT OF TRANSPORTATION--PUBLIC TRANSPORTATION--PROGRAM**  
13 **V**  
14 Regional Mobility Grant Program Account--State  
15 Appropriation . . . . . \$40,000,000  
16 Multimodal Transportation Account--State  
17 Appropriation . . . . . ((~~\$85,202,000~~))  
18 \$85,522,000  
19 Multimodal Transportation Account--Federal  
20 Appropriation . . . . . \$2,582,000  
21 Multimodal Transportation Account--Private/Local  
22 Appropriation . . . . . ((~~\$291,000~~))  
23 \$659,000  
24 TOTAL APPROPRIATION . . . . . ((~~\$128,075,000~~))  
25 \$128,763,000

26 The appropriations in this section are subject to the following  
27 conditions and limitations:

28 (1) \$25,000,000 of the multimodal transportation account--state  
29 appropriation is provided solely for a grant program for special needs  
30 transportation provided by transit agencies and nonprofit providers of  
31 transportation.

32 (a) \$5,500,000 of the amount provided in this subsection is  
33 provided solely for grants to nonprofit providers of special needs  
34 transportation. Grants for nonprofit providers shall be based on need,  
35 including the availability of other providers of service in the area,  
36 efforts to coordinate trips among providers and riders, and the cost  
37 effectiveness of trips provided.

1 (b) \$19,500,000 of the amount provided in this subsection is  
2 provided solely for grants to transit agencies to transport persons  
3 with special transportation needs. To receive a grant, the transit  
4 agency must have a maintenance of effort for special needs  
5 transportation that is no less than the previous year's maintenance of  
6 effort for special needs transportation. Grants for transit agencies  
7 shall be prorated based on the amount expended for demand response  
8 service and route deviated service in calendar year 2005 as reported in  
9 the "Summary of Public Transportation - 2005" published by the  
10 department of transportation. No transit agency may receive more than  
11 thirty percent of these distributions.

12 (2) Funds are provided for the rural mobility grant program as  
13 follows:

14 (a) \$8,500,000 of the multimodal transportation account--state  
15 appropriation is provided solely for grants for those transit systems  
16 serving small cities and rural areas as identified in the Summary of  
17 Public Transportation - 2005 published by the department of  
18 transportation. Noncompetitive grants must be distributed to the  
19 transit systems serving small cities and rural areas in a manner  
20 similar to past disparity equalization programs.

21 (b) \$8,500,000 of the multimodal transportation account--state  
22 appropriation is provided solely to providers of rural mobility service  
23 in areas not served or underserved by transit agencies through a  
24 competitive grant process.

25 (3) \$8,600,000 of the multimodal transportation account--state  
26 appropriation is provided solely for a vanpool grant program for: (a)  
27 Public transit agencies to add vanpools; and (b) incentives for  
28 employers to increase employee vanpool use. The grant program for  
29 public transit agencies will cover capital costs only; no operating  
30 costs for public transit agencies are eligible for funding under this  
31 grant program. No additional employees may be hired from the funds  
32 provided in this section for the vanpool grant program, and supplanting  
33 of transit funds currently funding vanpools is not allowed. Additional  
34 criteria for selecting grants must include leveraging funds other than  
35 state funds.

36 (4) \$40,000,000 of the regional mobility grant program account--  
37 state appropriation is provided solely for the regional mobility grant  
38 projects identified on the LEAP Transportation Document 2007-B as

1 developed April 20, 2007. The department shall review all projects  
2 receiving grant awards under this program at least semiannually to  
3 determine whether the projects are making satisfactory progress. Any  
4 project that has been awarded funds, but does not report activity on  
5 the project within one year of the grant award, shall be reviewed by  
6 the department to determine whether the grant should be terminated.  
7 The department shall promptly close out grants when projects have been  
8 completed, and any remaining funds available to the office of transit  
9 mobility shall be used only to fund projects on the LEAP Transportation  
10 Document 2007-B as developed April 20, 2007. The department shall  
11 provide annual status reports on December 15, 2007, and December 15,  
12 2008, to the office of financial management and the transportation  
13 committees of the legislature regarding the projects receiving the  
14 grants.

15 (5) \$17,168,087 of the multimodal transportation account--state  
16 appropriation is reappropriated and provided solely for the regional  
17 mobility grant projects identified on the LEAP Transportation Document  
18 2006-D, regional mobility grant program projects as developed March 8,  
19 2006. The department shall continue to review all projects receiving  
20 grant awards under this program at least semiannually to determine  
21 whether the projects are making satisfactory progress. The department  
22 shall promptly close out grants when projects have been completed, and  
23 any remaining funds available to the office of transit mobility shall  
24 be used only to fund projects on the LEAP Transportation Document  
25 2007-B as developed April 20, 2007, or the LEAP Transportation Document  
26 2006-D as developed March 8, 2006.

27 (6) \$200,000 of the multimodal transportation account--state  
28 appropriation is provided solely for the department to study and then  
29 develop pilot programs aimed at addressing commute trip reduction  
30 strategies for K-12 students and for college and university students.  
31 The department shall submit to the legislature by January 1, 2009, a  
32 summary of the program results and recommendations for future student  
33 commute trip reduction strategies. The pilot programs are described as  
34 follows:

35 (a) The department shall consider approaches, including mobility  
36 education, to reducing and removing traffic congestion in front of  
37 schools by changing travel behavior for elementary, middle, and high  
38 school students and their parents; and

1 (b) The department shall design a program that includes student  
2 employment options as part of the pilot program applicable to college  
3 and university students.

4 (7) \$2,400,000 of the multimodal account--state appropriation is  
5 provided solely for establishing growth and transportation efficiency  
6 centers (GTEC). Funds are appropriated for one time only. The  
7 department shall provide in its annual report to the legislature an  
8 evaluation of the GTEC concept and recommendations on future funding  
9 levels.

10 (8) \$381,000 of the multimodal transportation account--state  
11 appropriation is provided solely for the implementation of Substitute  
12 House Bill No. 1694 (reauthorizing the agency council on coordinated  
13 transportation). If Substitute House Bill No. 1694 is not enacted by  
14 June 30, 2007, the amount provided in this subsection shall lapse.

15 (9) (~~(\$136,000)~~) \$504,000 of the multimodal transportation  
16 account--private/local appropriation is provided solely for the  
17 implementation of Senate Bill No. 5084 (updating rail transit safety  
18 plans). If Senate Bill No. 5084 is not enacted by June 30, 2007, the  
19 amount provided in this subsection shall lapse.

20 (10) \$60,000 of the multimodal transportation account--state  
21 appropriation is provided solely for low-income car ownership programs.  
22 The department shall collaborate with interested regional  
23 transportation planning organizations and metropolitan planning  
24 organizations to determine the effectiveness of the programs at  
25 providing transportation solutions for low-income persons who depend  
26 upon cars to travel to their places of employment.

27 (11) \$1,000,000 of the multimodal transportation account--state  
28 appropriation is provided solely for additional funding for the trip  
29 reduction performance program, including telework enhancement projects.  
30 Funds are appropriated for one time only.

31 (12) \$2,000,000 of the multimodal transportation account--state  
32 appropriation is provided solely for the tri-county connection service  
33 for Island, Skagit, and Whatcom transit agencies.

34 (13) \$150,000 of the multimodal transportation account--state  
35 appropriation is provided solely as a grant for a telework pilot  
36 project to be developed, administered, and monitored by the Kitsap  
37 regional coordinating council. Funds are appropriated for one time  
38 only. The primary purposes of the pilot project are to educate

1 employers about telecommuting, develop telework policies and resources  
2 for employers, and reduce traffic congestion by encouraging teleworking  
3 in the workplace. As part of the pilot project, the council shall  
4 recruit public and private sector employer participants throughout the  
5 county, identify telework sites, develop an employer's toolkit  
6 consisting of teleworking resources, and create a telecommuting  
7 template that may be applied in other communities. The council shall  
8 submit to the legislature by January 1, 2010, a summary of the program  
9 results and any recommendations for future telework strategies.

10 (14) \$225,000 of the multimodal transportation account--state  
11 appropriation is provided solely for the commute trip reduction  
12 program. The department shall work with the commute trip reduction  
13 board to provide grants to car-sharing organizations for the benefit of  
14 their members for the purpose of reducing congestion and improving air  
15 quality.

16 **Sec. 224.** 2007 c 518 s 225 (uncodified) is amended to read as  
17 follows:

18 **FOR THE DEPARTMENT OF TRANSPORTATION--MARINE--PROGRAM X**

19 Puget Sound Ferry Operations Account--State

20	Appropriation . . . . .	(( <del>\$412,189,000</del> ))
21		<u>\$425,744,000</u>

22 Multimodal Transportation Account--State

23	Appropriation . . . . .	(( <del>\$1,830,000</del> ))
24		<u>\$1,914,000</u>

25 TOTAL APPROPRIATION . . . . . ((~~\$414,019,000~~))

26 \$427,658,000

27 The appropriations in this section are subject to the following  
28 conditions and limitations:

29 (1) ((~~\$79,191,000~~)) \$90,299,000 of the Puget Sound ferry  
30 operations--state appropriation is provided solely for auto ferry  
31 vessel operating fuel in the 2007-2009 biennium.

32 (2) The Washington state ferries must work with the department's  
33 information technology division to implement an electronic fare system,  
34 including the integration of the regional fare coordination system  
35 (smart card). Each December and June, semiannual updates must be  
36 provided to the transportation committees of the legislature concerning

1 the status of implementing and completing this project, with updates  
2 concluding the first December after full project implementation.

3 (3) The Washington state ferries shall continue to provide service  
4 to Sidney, British Columbia.

5 (4) (~~(\$1,830,000)~~) \$1,914,000 of the multimodal transportation  
6 account--state appropriation is provided solely to provide  
7 passenger-only ferry service. The ferry system shall continue  
8 passenger-only ferry service from Vashon Island to Seattle through June  
9 30, 2008. Ferry system management shall continue to implement its  
10 agreement with the inlandboatmen's union of the pacific and the  
11 international organization of masters, mates and pilots providing for  
12 part-time passenger-only work schedules.

13 (5) \$932,000 of the Puget Sound ferries operations account--state  
14 appropriation is provided solely for compliance with department of  
15 ecology rules regarding the transfer of oil on or near state waters.  
16 Funding for compliance with on-board fueling rules is provided for the  
17 2008 fiscal year. The department may request funding for the 2009  
18 fiscal year if the request is submitted with an alternative compliance  
19 plan filed with the department of ecology, as allowed by rule.

20 (6) \$1,116,000 of the Puget Sound ferry operations account--state  
21 appropriation is provided solely for ferry security operations  
22 necessary to comply with the ferry security plan submitted by the  
23 Washington state ferry system to the United States coast guard. The  
24 department shall track security costs and expenditures. Ferry security  
25 operations costs shall not be included as part of the operational costs  
26 that are used to calculate farebox recovery.

27 (7) \$378,000 of the Puget Sound ferry operations account--state  
28 appropriation is provided solely to meet the United States coast guard  
29 requirements for appropriate rest hours between shifts for vessel crews  
30 on the Bainbridge to Seattle and Edmonds to Kingston ferry routes.

31 (8) \$694,000 of the Puget Sound ferries operating account--state  
32 appropriation is provided solely for implementing Engrossed Substitute  
33 House Bill No. 2358 as follows:

34 (a) The department shall allow the joint transportation committee  
35 work group established in section 205(1) of this act to participate in  
36 the following elements as they are described in Engrossed Substitute  
37 House Bill No. 2358:

38 (i) Development and implementation of a survey of ferry customers;

1 (ii) Analysis and reestablishment of vehicle level of service  
2 standards. In reestablishing the standards, consideration shall be  
3 given to whether boat wait is the appropriate measure. The level of  
4 service standard shall be reestablished in conjunction with or after  
5 the survey has been implemented;

6 (iii) Development of pricing policy proposals. In developing these  
7 policies, the policies, in effect on some routes, of collecting fares  
8 in only one direction shall be evaluated to determine whether one-way  
9 fare pricing best serves the ferry system. The pricing policy  
10 proposals must be developed in conjunction with or after the survey has  
11 been implemented;

12 (iv) Development of operational strategies. The operational  
13 strategies shall be reestablished in conjunction with the survey or  
14 after the survey has been implemented;

15 (v) Development of terminal design standards. The terminal design  
16 standards shall be finalized after the provisions of subsections (a)(i)  
17 through (iv) and subsection (b) of this section have been developed and  
18 reviewed by the joint transportation committee; and

19 (vi) Development of a capital plan. The capital plan shall be  
20 finalized after terminal design standards have been developed by the  
21 department and reviewed by the joint transportation committee.

22 (b) The department shall develop a ridership demand forecast that  
23 shall be used in the development of a long-range capital plan. If more  
24 than one forecast is developed they must be reconciled.

25 (c) The department shall update the life cycle cost model to meet  
26 the requirements of Engrossed Substitute House Bill No. 2358 no later  
27 than August 1, 2007.

28 (d) The department shall develop a cost allocation methodology  
29 proposal to meet the requirements described in Engrossed Substitute  
30 House Bill No. 2358. The proposal shall be completed and presented to  
31 the joint transportation committee no later than August 1, 2007.

32 (9) \$200,000 of the Puget Sound ferry operations account--state  
33 appropriation is provided solely for the initial acquisition of  
34 transportation worker identification credentials required by the United  
35 States department of homeland security for unescorted access to secure  
36 areas of ferries and terminals.

37 (10) The legislature finds that a rigorous incident investigation  
38 process is an essential component of marine safety. The department is

1 directed to review its accident and incident investigation procedures  
2 and report the results of its review with any proposals for changes to  
3 the legislature by November 1, 2008.

4 (11) The department shall allow the use, by two separate drivers,  
5 of fare media allowing for multiple discounted vehicle trips aboard  
6 Washington state ferries vessels.

7 (12) Washington state ferries shall investigate the implementation  
8 of a pilot car-sharing program in the San Juan Islands, in order to  
9 reduce the peak auto-load pressures on the inter-island San Juan ferry  
10 system and provide a convenient alternative for the residents of the  
11 San Juan Islands. Under the pilot program, inter-island passengers  
12 should be able to reserve a car, pay their normal automobile ferry  
13 fare, walk on the ferry, and use the shared car upon arrival. The  
14 Washington state ferries shall report to the transportation committees  
15 of the legislature by November 15, 2008, regarding the feasibility of  
16 the pilot program, including whether the difference between the  
17 passenger ferry fare and the automobile ferry fare would cover the  
18 subsidy costs needed to implement the pilot program.

19 (13) Sufficient funding is provided in this section for the  
20 department to implement Substitute House Bill No. 2455 (fare media  
21 monetary value).

22 **Sec. 225.** 2007 c 518 s 226 (uncodified) is amended to read as  
23 follows:

24 **FOR THE DEPARTMENT OF TRANSPORTATION--RAIL--PROGRAM Y--OPERATING**  
 25 Multimodal Transportation Account--State  
 26 Appropriation . . . . . ((\$37,034,000))  
 27 \$37,012,000

28 The appropriation in this section is subject to the following  
29 conditions and limitations:

30 (1) The department shall publish a final long-range plan for Amtrak  
31 Cascades by September 30, 2007. By December 31, 2008, the department  
32 shall submit to the office of financial management and the  
33 transportation committees of the legislature a midrange plan for Amtrak  
34 Cascades that identifies specific steps the department would propose to  
35 achieve additional service beyond current levels.

36 (2)(a) \$29,091,000 of the multimodal transportation account--state  
37 appropriation is provided solely for the Amtrak service contract and

1 Talgo maintenance contract associated with providing and maintaining  
2 the state-supported passenger rail service. Upon completion of the  
3 rail platform project in the city of Stanwood, the department shall  
4 provide daily Amtrak Cascades service to the city.

5 (b) The department shall negotiate with Amtrak and Burlington  
6 Northern Santa Fe to adjust the Amtrak Cascades schedule to leave  
7 Bellingham at a significantly earlier hour.

8 (c) When Amtrak Cascades expands the second roundtrip between  
9 Vancouver, B.C. and Seattle, the department shall negotiate for the  
10 second roundtrip to leave Bellingham southbound no later than 8:30 a.m.

11 (3) No Amtrak Cascade runs may be eliminated.

12 (4) \$40,000 of the multimodal transportation account--state  
13 appropriation is provided solely for the produce railcar program. The  
14 department is encouraged to implement the produce railcar program by  
15 maximizing private investment.

16 (5) The department shall begin planning for a third roundtrip  
17 Cascades train between Seattle and Vancouver, B.C. by 2010.

18 **Sec. 226.** 2007 c 518 s 227 (uncodified) is amended to read as  
19 follows:

20 **FOR THE DEPARTMENT OF TRANSPORTATION--LOCAL PROGRAMS--PROGRAM Z--**  
21 **OPERATING**

22 Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$8,630,000</del> ))
23	<u>\$8,989,000</u>
24 Motor Vehicle Account--Federal Appropriation . . . . .	\$2,567,000
25 TOTAL APPROPRIATION . . . . .	(( <del>\$11,197,000</del> ))
26	<u>\$11,556,000</u>

27 The appropriation in this section is subject to the following  
28 conditions and limitations: \$1,146,000 of the motor vehicle  
29 account--state appropriation is provided solely for the department to  
30 provide funds to Wahkiakum county associated with the operations and  
31 maintenance of the Puget Island-Westport ferry. Of this amount,  
32 \$902,000 is subject to RCW 47.56.720.

33 **TRANSPORTATION AGENCIES--CAPITAL**

34 **Sec. 301.** 2007 c 518 s 302 (uncodified) is amended to read as  
35 follows:

1 **FOR THE COUNTY ROAD ADMINISTRATION BOARD**

2	Rural Arterial Trust Account--State Appropriation . . . . .	\$64,000,000
3	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$2,368,000</del> ))
4		<u>\$2,370,000</u>
5	County Arterial Preservation Account--State	
6	Appropriation . . . . .	(( <del>\$32,861,000</del> ))
7		<u>\$32,641,000</u>
8	TOTAL APPROPRIATION . . . . .	(( <del>\$99,229,000</del> ))
9		<u>\$99,011,000</u>

10 The appropriations in this section are subject to the following  
11 conditions and limitations:

12 (1) ((~~\$2,069,000~~)) \$2,370,000 of the motor vehicle account--state  
13 appropriation may be used for county ~~((ferries. The board shall review~~  
14 ~~the requests for county ferry funding in consideration with other~~  
15 ~~projects funded from the board. If the board determines these projects~~  
16 ~~are a priority over the projects in the rural arterial and county~~  
17 ~~arterial preservation grant programs, then they may provide funding for~~  
18 ~~these requests))~~ ferry projects as set forth in RCW 47.56.725(4).

19 (2) The appropriations contained in this section include funding to  
20 counties to assist them in efforts to recover from winter storm and  
21 flood damage, by providing capitalization advances and local match for  
22 federal emergency funding as determined by the county road  
23 administration board. The county road administration board will  
24 specifically identify any such selected projects and will include  
25 information concerning them in its next annual report to the  
26 legislature.

27 **Sec. 302.** 2007 c 518 s 303 (uncodified) is amended to read as  
28 follows:

29 **FOR THE TRANSPORTATION IMPROVEMENT BOARD**

30	Small City Pavement and Sidewalk Account--State	
31	Appropriation . . . . .	(( <del>\$4,500,000</del> ))
32		<u>\$5,900,000</u>
33	Urban Arterial Trust Account--State Appropriation . . . . .	(( <del>\$129,600,000</del> ))
34		<u>\$126,600,000</u>
35	Transportation Improvement Account--State	
36	Appropriation . . . . .	(( <del>\$90,643,000</del> ))
37		<u>\$87,143,000</u>

1 TOTAL APPROPRIATION . . . . . ((~~\$224,743,000~~))  
2 \$219,643,000

3 The appropriations in this section are subject to the following  
4 conditions and limitations:

5 (1) The transportation improvement account--state appropriation  
6 includes up to \$7,143,000 in proceeds from the sale of bonds authorized  
7 in RCW 47.26.500.

8 (2) The urban arterial trust account--state appropriation includes  
9 up to \$15,000,000 in proceeds from the sale of bonds authorized in  
10 Substitute House Bill No. 2394. If Substitute House Bill No. 2394 is  
11 not enacted by June 30, 2007, the amount provided in this subsection  
12 shall lapse.

13 NEW SECTION. **Sec. 303.** A new section is added to 2007 c 518  
14 (uncodified) to read as follows:

15 **FOR THE DEPARTMENT OF TRANSPORTATION**

16 The nickel and transportation partnership revenue packages were  
17 created in 2003 and 2005 to finance transportation construction over a  
18 sixteen year period. Since the adoption of the 2003 and 2005  
19 transportation project lists, significant cost increases have resulted  
20 from extraordinary inflation. At the same time, motor vehicle fuel  
21 prices have risen dramatically, and state and federal gas tax revenues  
22 dedicated to paying for these programs are forecasted to decrease over  
23 the sixteen year time period. Additional cost increases and eroding  
24 revenues will be difficult, if not impossible, to accommodate in the  
25 sixteen year financial plan.

26 As part of its budget submittal for the 2009-2011 biennium, the  
27 department of transportation shall prepare information regarding the  
28 nickel and transportation partnership funded projects for consideration  
29 by the office of financial management and the legislative  
30 transportation committees that:

31 (1) Compares the original project cost estimates approved in the  
32 2003 and 2005 project list to the completed cost of the project, or the  
33 most recent legislatively approved budget and total project costs for  
34 projects not yet completed;

35 (2) Reprioritizes remaining highway projects to reflect updated  
36 cost-benefit analyses;

- 1 (3) Identifies highway projects that may be scoped back and still
- 2 achieve a functional benefit;
- 3 (4) Identifies highway projects that have experienced scope
- 4 increases and that can be cut back;
- 5 (5) Identifies highway projects that have lost significant local or
- 6 regional contributions which were essential to completing the project;
- 7 and
- 8 (6) Identifies contingency amounts allocated to projects.

9 **Sec. 304.** 2007 c 518 s 304 (uncodified) is amended to read as  
 10 follows:

11 **FOR THE DEPARTMENT OF TRANSPORTATION--PROGRAM D (DEPARTMENT OF**  
 12 **TRANSPORTATION-ONLY PROJECTS)--CAPITAL**

13 Motor Vehicle Account--State Appropriation . . . . . (~~(\$6,202,000)~~)  
 14 \$6,255,000

15 The appropriation in this section is subject to the following  
 16 conditions and limitations:

- 17 (1) \$584,000 of the motor vehicle account--state appropriation is
- 18 for statewide administration.
- 19 (2) (~~(\$750,000)~~) \$803,000 of the motor vehicle account--state
- 20 appropriation is for regional minor projects.
- 21 (3) \$568,000 of the motor vehicle account--state appropriation is
- 22 for the Olympic region headquarters property payments.
- 23 (4) By September 1, 2007, the department shall submit to the
- 24 transportation committees of the legislature predesign plans, developed
- 25 using the office of financial management's predesign process, for all
- 26 facility replacement projects to be proposed in the facilities 2008
- 27 budget proposal.
- 28 (5) \$1,600,000 of the motor vehicle account--state appropriation is
- 29 for site acquisition for the Tri-cities area maintenance facility.
- 30 (6) \$2,700,000 of the motor vehicle account--state appropriation is
- 31 for site acquisition for the Vancouver light industrial facility.
- 32 (7) The department shall work with the office of financial
- 33 management and staff of the transportation committees of the
- 34 legislature to develop a statewide inventory of all department-owned
- 35 surplus property that is suitable for development for department
- 36 facilities or that should be sold. By December 1, 2008, the department

1 shall report to the joint transportation committee on the findings of  
2 this study.

3 **Sec. 305.** 2007 c 518 s 305 (uncodified) is amended to read as  
4 follows:

5 **FOR THE DEPARTMENT OF TRANSPORTATION--IMPROVEMENTS--PROGRAM I**

6	Transportation Partnership Account--State	
7	Appropriation . . . . .	(( <del>\$1,226,516,000</del> ))
8		<u>\$1,164,817,701</u>
9	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$82,045,000</del> ))
10		<u>\$83,541,000</u>
11	Motor Vehicle Account--Federal Appropriation . . . . .	(( <del>\$404,090,000</del> ))
12		<u>\$410,604,000</u>
13	Motor Vehicle Account--Private/Local	
14	Appropriation . . . . .	(( <del>\$49,157,000</del> ))
15		<u>\$61,201,000</u>
16	Special Category C Account--State Appropriation . . . . .	(( <del>\$29,968,000</del> ))
17		<u>\$29,125,000</u>
18	<u>Multimodal Transportation Account--Federal</u>	
19	<u>Appropriation . . . . .</u>	<u>\$86,100,000</u>
20	Tacoma Narrows Toll Bridge Account--State	
21	Appropriation . . . . .	(( <del>\$142,484,000</del> ))
22		<u>\$32,277,000</u>
23	Transportation 2003 Account (Nickel Account)--State	
24	Appropriation . . . . .	(( <del>\$1,100,746,000</del> ))
25		<u>\$1,139,722,000</u>
26	<del>((Freight Congestion Relief Account--State</del>	
27	<del>    Appropriation . . . . .</del>	<del>(\$40,000,000))</del>
28	<u>Freight Mobility Multimodal Account--State</u>	
29	<u>Appropriation . . . . .</u>	<u>\$208,000</u>
30	TOTAL APPROPRIATION . . . . .	(( <del>\$3,075,006,000</del> ))
31		<u>\$3,007,595,701</u>

32 The appropriations in this section are subject to the following  
33 conditions and limitations:

34 (1) Except as provided otherwise in this section, the entire  
35 transportation 2003 account (nickel account) appropriation and the  
36 entire transportation partnership account appropriation are provided  
37 solely for the projects and activities as listed by fund, project, and

1 amount in LEAP Transportation Document (~~(2007-1)~~) 2008-1, Highway  
2 Improvement Program (I) as developed (~~(April 20, 2007)~~) February 20,  
3 2008, except that funding for project I-5/SR 501 Ridgefield Interchange  
4 - Rebuild Interchange (400506I) shall be provided as identified in LEAP  
5 Transportation Document 2007-1, Highway Improvement Program (I) as  
6 developed April 20, 2007. However, limited transfers of specific  
7 line-item project appropriations may occur between projects for those  
8 amounts listed subject to the conditions and limitations in section 603  
9 of this act.

10 (2) The department shall not commence construction on any part of  
11 the state route number 520 bridge replacement and HOV project until a  
12 record of decision has been reached providing reasonable assurance that  
13 project impacts will be avoided, minimized, or mitigated as much as  
14 practicable to protect against further adverse impacts on neighborhood  
15 environmental quality as a result of repairs and improvements made to  
16 the state route 520 bridge and its connecting roadways, and that any  
17 such impacts will be addressed through engineering design choices,  
18 mitigation measures, or a combination of both. The requirements of  
19 this section shall not apply to off-site pontoon construction  
20 supporting the state route number 520 bridge replacement and HOV  
21 project.

22 (3) Within the amounts provided in this section, (~~(\$1,991,000)~~)  
23 \$1,895,000 of the transportation partnership account--state  
24 appropriation, (~~(\$1,656,000)~~) \$2,147,000 of the motor vehicle account--  
25 federal appropriation, and (~~(\$8,343,000)~~) \$10,331,000 of the  
26 transportation 2003 account (nickel account)--state appropriation are  
27 for project 109040T as identified in the LEAP transportation document  
28 referenced in subsection (1) of this section: I-90/Two Way Transit-  
29 Transit and HOV Improvements - Stage 1. Expenditure of the funds on  
30 construction is contingent upon revising the access plan for Mercer  
31 Island traffic such that Mercer Island traffic will have access to the  
32 outer roadway high occupancy vehicle (HOV) lanes during the period of  
33 operation of such lanes following the removal of Mercer Island traffic  
34 from the center roadway and prior to conversion of the outer roadway  
35 HOV lanes to high occupancy toll (HOT) lanes. Sound transit may only  
36 have access to the center lanes when alternative R8A is complete.

37 (4) The Tacoma Narrows toll bridge account--state appropriation

1 includes up to (~~(\$131,016,000)~~) \$18,000,000 in proceeds from the sale  
2 of bonds authorized by RCW 47.10.843.

3 (5) The funding described in this section includes (~~(\$8,095,541)~~)  
4 \$36,692,476 of the transportation 2003 account (nickel account)--state  
5 appropriation and (~~(\$237,241 of the motor vehicle account--~~  
6 ~~private/local)~~) \$207,524 of the freight mobility multimodal account--  
7 state appropriation, which are for the SR 519 project identified as  
8 project number 851902A in the LEAP Transportation Document referenced  
9 in subsection (1) of this section. The total project is expected to  
10 cost no more than \$74,400,000 including (~~(\$11,950,000)~~) \$6,000,000 in  
11 contributions from project partners.

12 (6) To promote and support community-specific noise reduction  
13 solutions, the department shall:

14 (a) Prepare a draft directive that establishes how each community's  
15 priorities and concerns may be identified and addressed in order to  
16 allow consideration of a community's preferred methods of advanced  
17 visual shielding and aesthetic screening, for the purpose of improving  
18 the noise environment of major state roadway projects in locations that  
19 do not meet the criteria for standard noise barriers. The intent is  
20 for these provisions to be supportable by existing project budgets.  
21 The directive shall also include direction on the coordination and  
22 selection of visual and aesthetic options with local communities. The  
23 draft directive shall be provided to the standing transportation  
24 committees of the legislature by January 2008; and

25 (b) Pilot the draft directive established in (a) of this subsection  
26 in two locations along major state roadways. If practicable, the  
27 department should begin work on the pilot projects while the directive  
28 is being developed. One pilot project shall be located in Clark county  
29 on a significant capacity improvement project. The second pilot  
30 project shall be located in urban King county, which shall be on a  
31 corridor highway project through mixed land use areas that is nearing  
32 or under construction. The department shall provide a written report  
33 to the standing transportation committees of the legislature on the  
34 findings of the Clark county pilot project by January 2009, and the  
35 King county pilot project by January 2010. Based on results of the  
36 pilot projects, the department shall update its design manual,  
37 environmental procedures, or other appropriate documents to incorporate  
38 the directive.

1        ~~((+8))~~ (7) If the "Green Highway" provisions of Engrossed Second  
2 Substitute House Bill No. 1303 (cleaner energy) are enacted, the  
3 department shall erect signs on the interstate highways included in  
4 those provisions noting that these interstates have been designated  
5 "Washington Green Highways."

6        ~~((+9))~~ (8) If on the I-405/I-90 to SE 8th Street Widening project  
7 the department finds that there is an alternative investment to  
8 preserve reliable rail accessibility to major manufacturing sites  
9 within the I-405 corridor that are less expensive than replacing the  
10 Wilburton Tunnel, the department may enter into the necessary  
11 agreements to implement that alternative provided that costs remain  
12 within the approved project budget.

13        ~~((+11))~~ (9) The department shall apply for surface transportation  
14 program (STP) enhancement funds to be expended in lieu of or in  
15 addition to state funds for eligible costs of projects in Programs I  
16 and P, including, but not limited to, the SR 518, SR 519, SR 520, and  
17 Alaskan Way Viaduct projects.

18        ~~((+12))~~ (10) \$250,000 of the motor vehicle account--state  
19 appropriation is provided solely for an inland pacific hub study to  
20 develop an inland corridor for the movement of freight and goods to and  
21 through eastern Washington; and \$500,000 of the motor vehicle account--  
22 state appropriation is provided solely for the SR3/SR16 corridor study  
23 to plan and prioritize state and local improvements needed over the  
24 next 10-20 years to support safety, capacity development, and economic  
25 development within the corridor.

26        ~~((+13))~~ (11) The department shall, on a quarterly basis beginning  
27 July 1, 2007, provide to the office of financial management and the  
28 legislature reports providing the status on each active project funded  
29 in part or whole by the transportation 2003 account (nickel account) or  
30 the transportation partnership account. Funding provided at a  
31 programmatic level for transportation partnership account and  
32 transportation 2003 account (nickel account) projects relating to  
33 bridge rail, guard rail, fish passage barrier removal, and roadside  
34 safety projects should be reported on a programmatic basis. Projects  
35 within this programmatic level funding should be completed on a  
36 priority basis and scoped to be completed within the current  
37 programmatic budget. Other projects may be reported on a programmatic  
38 basis. The department shall work with the office of financial

1 management and the transportation committees of the legislature to  
2 agree on report formatting and elements. Elements shall include, but  
3 not be limited to, project scope, schedule, and costs. The department  
4 shall also provide the information required under this subsection on a  
5 quarterly basis via the transportation executive information systems  
6 (TEIS).

7 ~~((+14+))~~ (12) The department shall apply for the competitive  
8 portion of federal transit administration funds for eligible transit-  
9 related costs of the SR 520 bridge replacement and HOV project. The  
10 federal funds described in this subsection shall not include those  
11 federal transit administration funds distributed by formula.

12 ~~((+15+))~~ (13) Funding provided by this act for the Alaskan Way  
13 Viaduct project shall not be spent for preliminary engineering, design,  
14 right-of-way acquisition, or construction on the project if completion  
15 of the project would more likely than not reduce the capacity of the  
16 facility. Capacity shall be measured by including the consideration of  
17 the efficient movement of people and goods on the facility.

18 ~~((+16+))~~ (14) The governor shall convene a collaborative process  
19 involving key leaders to determine the final project design for the  
20 Alaskan Way Viaduct.

21 (a) The process shall be guided by the following common principles:  
22 Public safety must be maintained; the final project shall meet both  
23 capacity and mobility needs; and taxpayer dollars must be spent  
24 responsibly.

25 (b) The state's project expenditures shall not exceed  
26 \$2,800,000,000.

27 (c) A final design decision shall be made by December 31, 2008.

28 ~~((+17+))~~ (15) During the 2007-09 biennium, the department shall  
29 proceed with a series of projects on the Alaskan Way Viaduct that are  
30 common to any design alternative. Those projects include relocation of  
31 two electrical transmission lines, Battery Street tunnel upgrades,  
32 seismic upgrades from Lenora to the Battery Street tunnel, viaduct  
33 removal from Holgate to King Street, and development of transit  
34 enhancements and other improvements to mitigate congestion during  
35 construction.

36 ~~((+18+))~~ (16) The entire freight congestion relief account--state  
37 appropriation is contingent upon the enactment during the 2007-2009  
38 fiscal biennium of a bill, resulting from the study established in

1 Substitute Senate Bill No. 5207, that makes available funding to  
2 support project expenditures funded from the freight congestion relief  
3 account created in Substitute Senate Bill No. 5207. If such a funding  
4 bill is not enacted by June 30, 2009, the entire freight congestion  
5 relief account--state appropriation shall lapse.

6 ~~((+19))~~ (17) The transportation 2003 account (nickel account)--  
7 state appropriation includes up to ~~(((\$874,610,000))~~ \$820,000,000 in  
8 proceeds from the sale of bonds authorized by RCW 47.10.861.

9 ~~((+20))~~ (18) The transportation partnership account--state  
10 appropriation includes up to ~~(((\$900,000,000))~~ \$800,000,000 in proceeds  
11 from the sale of bonds authorized in RCW 47.10.873.

12 ~~((+21))~~ (19) The special category C account--state appropriation  
13 includes up to ~~(((\$22,080,000))~~ \$21,497,000 in proceeds from the sale of  
14 bonds authorized in Substitute House Bill No. 2394. If Substitute  
15 House Bill No. 2394 is not enacted by June 30, 2007, the amount  
16 provided in this subsection shall lapse.

17 ~~((+22))~~ (20) \$4,500,000 of the motor vehicle account--federal  
18 appropriation is provided solely for cost increases on the SR  
19 304/Bremerton tunnel project.

20 ~~((+23) \$3,000,000))~~ (21) \$2,071,000 of the motor vehicle account--  
21 ~~((state))~~ federal appropriation is provided solely for initial design  
22 and right of way work on a new southbound SR 509 to eastbound SR 518  
23 freeway-to-freeway elevated ramp.

24 ~~((+24))~~ (22) \$500,000 of the motor vehicle account--federal  
25 appropriation to the SR 543/I-5 to Canadian border project is provided  
26 solely for retaining wall facia improvements.

27 ~~((+25) \$1,400,000))~~ (23) \$950,146 of the motor vehicle account--  
28 federal appropriation ~~((is))~~ and \$23,676 of the motor vehicle  
29 account--state appropriation are provided solely for the Westview  
30 school noise wall.

31 ~~((+26))~~ (24) \$1,600,000 of the motor vehicle account--~~((federal))~~  
32 state appropriation is provided solely for two noise walls on SR 161 in  
33 King county.

34 ~~((+27))~~ (25) ~~(((\$900,000))~~ \$20,000 of the motor vehicle account--  
35 state appropriation and ~~(((\$100,000))~~ \$280,000 of the motor vehicle  
36 account--federal appropriation are provided solely for interchange  
37 design and planning work on US 12 at A street and tank farm road.

1       (26) The funding described in this section includes \$19,938,892 of  
2 the transportation partnership account--state appropriation, \$28,623 of  
3 the motor vehicle account--state appropriation, \$308,000 of the motor  
4 vehicle account--private/local appropriation, and \$2,899,917 of the  
5 motor vehicle account--federal appropriation for the I-5/Columbia river  
6 crossing/Vancouver project. Future funding will include up to  
7 \$15,000,000 awarded to Washington and Oregon jointly through the U.S.  
8 department of transportation corridors of the future program in the  
9 2007 federal highway authority discretionary fund allocations.

10       (27) The department shall study any outstanding issues, including  
11 financial issues that may apply to the I-5/Columbia river  
12 crossing/Vancouver project. The department's efforts must include an  
13 analysis of current bi-state efforts in planning, coordination, and  
14 funding for the project; opportunities for the joining of state and  
15 local government agencies and the private sector in a strong  
16 partnership that contributes to the completion of the project; and  
17 opportunities to work with the congressional delegations of Oregon and  
18 Washington to provide federal funding and other assistance that will  
19 advance this project of national and regional significance.

20       (28) The department shall conduct a study to determine the  
21 feasibility of administering tolls on the US 395 North Spokane  
22 corridor. The study findings must include the potential revenue that  
23 could be generated by tolling all lanes on the corridor and the  
24 potential revenue and traffic benefits that could be provided by truck-  
25 only toll lanes on the corridor. The department shall report its  
26 findings to the governor and the transportation committees of the  
27 legislature by June 1, 2009.

28       (29) \$1,500,000 of the motor vehicle account--federal appropriation  
29 and \$4,907,655 of the transportation partnership account--state  
30 appropriation are provided solely for project 1090400 as identified in  
31 the LEAP transportation document in subsection (1) of this section:  
32 I-90/Two-Way Transit-Transit and HOV Improvements, Stages 2 and 3. Of  
33 these amounts, up to \$550,000 of the transportation partnership  
34 account--state appropriation is to provide funding for an independent  
35 technical review, overseen by the joint transportation committee, of  
36 light rail impacts on the Interstate 90 - Homer Hadley Floating Bridge.  
37 The technical review shall complement sound transit's current and

1 planned engineering design work to expand light rail in the central  
2 Puget Sound region. The department shall coordinate its work with  
3 sound transit and seek contributions from sound transit for the review.

4 (30) For the period of preconstruction tolling on the state route  
5 520 bridge, the department shall develop improvements of traffic flow  
6 from the eastern Lake Washington shoreline to 148th avenue northeast in  
7 Bellevue including:

8 (a) Near-term, low-cost enhancements which relocate the high-  
9 occupancy vehicle lanes to the inside of the alignment; and

10 (b) A plan for an accelerated improvement project for the  
11 construction of median flyer stops, reconfiguration of interchanges,  
12 addition of direct access ramps, community enhancement lids, and  
13 pedestrian/bike path connections.

14 The department shall report to the joint transportation committee by  
15 September 1, 2008, on the short-term low-cost improvement plans and  
16 include in their budget submittal to the office of financial management  
17 a proposal for the accelerated improvement project.

18 (31) \$700,000 of the motor vehicle account--state appropriation is  
19 provided solely for a westbound passing lane west of Sultan on US  
20 Highway 2. Additional project funding of \$4,300,000 is assumed in the  
21 2009-2011 biennium, bringing the total project funding to \$5,000,000.  
22 This high priority safety project will provide a safe passing lane,  
23 reducing head-on and crossover collisions as well as improving safety  
24 and mobility.

25 **Sec. 306.** 2007 c 518 s 306 (uncodified) is amended to read as  
26 follows:

27 **FOR THE DEPARTMENT OF TRANSPORTATION--PRESERVATION--PROGRAM P**

28 Transportation Partnership Account--State

29 Appropriation . . . . . ((\$220,164,000))  
30 \$181,666,000

31 Motor Vehicle Account--State Appropriation . . . . . ((\$71,392,000))  
32 \$92,275,000

33 Motor Vehicle Account--Federal Appropriation . . . . . ((\$425,161,000))  
34 \$457,598,000

35 Motor Vehicle Account--Private/Local Appropriation . . . . . ((\$15,285,000))  
36 \$18,138,000

37 Transportation 2003 Account (Nickel Account)--State

1 Appropriation . . . . . ((~~\$5,122,000~~))  
2 \$11,136,000  
3 Puyallup Tribal Settlement Account--State  
4 Appropriation . . . . . ((~~\$11,000,000~~))  
5 \$12,500,000  
6 TOTAL APPROPRIATION . . . . . ((~~\$748,124,000~~))  
7 \$773,313,000

8 The appropriations in this section are subject to the following  
9 conditions and limitations:

10 (1) Except as provided otherwise in this section, the entire  
11 transportation 2003 account (nickel account) appropriation and the  
12 entire transportation partnership account appropriation are provided  
13 solely for the projects and activities as listed by fund, project, and  
14 amount in LEAP Transportation Document ((~~2007-1~~)) 2008-1, Highway  
15 Preservation Program (P) as developed ((~~April 20, 2007~~)) February 20,  
16 2008. However, limited transfers of specific line-item project  
17 appropriations may occur between projects for those amounts listed  
18 subject to the conditions and limitations in section 603 of this act.

19 (2) ((~~\$295,000~~)) \$287,342 of the motor vehicle account--federal  
20 appropriation and ((~~\$5,000~~)) \$11,101 of the motor vehicle account--  
21 state appropriation are provided solely for the department to determine  
22 the most cost efficient way to replace the current Keller ferry.  
23 Options reviewed shall not include an expansion of the current capacity  
24 of the Keller ferry.

25 (3) ((~~\$5,513,000~~)) \$5,308,000 of the transportation partnership  
26 account--state appropriation is provided solely for the purposes of  
27 settling all identified and potential claims from the Lower Elwha  
28 Klallam Tribe related to the construction of a graving dock facility on  
29 the graving dock property. In the matter of *Lower Elwha Klallam Tribe*  
30 *et al v. State et al*, Thurston county superior court, cause no.  
31 05-2-01595-8, the Lower Elwha Klallam Tribe and the state of Washington  
32 entered into a settlement agreement that settles all claims related to  
33 graving dock property and associated construction and releases the  
34 state from all claims related to the construction of the graving dock  
35 facilities. The expenditure of this appropriation is contingent on the  
36 conditions and limitations set forth in subsections (a) and (b) of this  
37 subsection.

1 (a) \$2,000,000 of the transportation partnership account--state  
2 appropriation is provided solely for the benefit of the Lower Elwha  
3 Klallam Tribe to be disbursed by the department in accordance with  
4 terms and conditions of the settlement agreement.

5 (b) (~~(\$3,513,000)~~) \$3,309,000 of the transportation partnership  
6 account--state appropriation is provided solely for the department's  
7 remediation work on the graving dock property in accordance with the  
8 terms and conditions of the settlement agreement.

9 (4) The department shall apply for surface transportation program  
10 (STP) enhancement funds to be expended in lieu of or in addition to  
11 state funds for eligible costs of projects in Programs I and P,  
12 including, but not limited to, the SR 518, SR 519, SR 520, and Alaskan  
13 Way Viaduct projects.

14 (5) The department shall, on a quarterly basis beginning July 1,  
15 2007, provide to the office of financial management and the legislature  
16 reports providing the status on each active project funded in part or  
17 whole by the transportation 2003 account (nickel account) or the  
18 transportation partnership account. Funding provided at a programmatic  
19 level for transportation partnership account projects relating to  
20 seismic bridges should be reported on a programmatic basis. Projects  
21 within this programmatic level funding should be completed on a  
22 priority basis and scoped to be completed within the current  
23 programmatic budget. Other projects may be reported on a programmatic  
24 basis. The department shall work with the office of financial  
25 management and the transportation committees of the legislature to  
26 agree on report formatting and elements. Elements shall include, but  
27 not be limited to, project scope, schedule, and costs. The department  
28 shall also provide the information required under this subsection on a  
29 quarterly basis via the transportation executive information systems  
30 (TEIS).

31 (6) The department of transportation shall continue to implement  
32 the lowest life cycle cost planning approach to pavement management  
33 throughout the state to encourage the most effective and efficient use  
34 of pavement preservation funds. Emphasis should be placed on  
35 increasing the number of roads addressed on time and reducing the  
36 number of roads past due.

37 (7) (~~(\$2,604,501)~~) \$7,517,611 of the motor vehicle account--federal  
38 appropriation and (~~(\$3,000,000)~~) \$10,734,736 of the motor vehicle

1 account--state appropriation are for expenditures on damaged state  
2 roads due to flooding, mudslides, rock fall, or other unforeseen  
3 events.

4 (8) (~~(\$9,665)~~) \$188,000 of the motor vehicle account--state  
5 appropriation, (~~(\$12,652,812)~~) \$28,749,000 of the motor vehicle  
6 account--federal appropriation, and (~~(\$138,174,581)~~) \$105,653,000 of  
7 the transportation partnership account--state appropriation are  
8 provided solely for the Hood Canal bridge project.

9 (9) \$12,500,000 of the Puyallup tribal settlement account--state  
10 appropriation is provided solely for mitigation costs associated with  
11 the Murray Morgan/11th Street Bridge demolition. The department may  
12 negotiate with the city of Tacoma for the purpose of transferring  
13 ownership of the Murray Morgan/11th Street Bridge to the city. If the  
14 city agrees to accept ownership of the bridge, the department may use  
15 the Puyallup tribal settlement account appropriation and other  
16 appropriated funds for bridge rehabilitation, bridge replacement,  
17 bridge demolition, and related mitigation. In no event shall the  
18 department's participation exceed \$39,952,862. No funds may be  
19 expended unless the city of Tacoma agrees to take ownership of the  
20 bridge in its entirety and provides that the payment of these funds  
21 extinguishes any real or implied agreements regarding future bridge  
22 expenditures.

23 **Sec. 307.** 2007 c 518 s 308 (uncodified) is amended to read as  
24 follows:

25 **FOR THE DEPARTMENT OF TRANSPORTATION--WASHINGTON STATE FERRIES**  
26 **CONSTRUCTION--PROGRAM W**

27 Puget Sound Capital Construction Account--State	
28 Appropriation . . . . .	( <del>(\$139,139,000)</del> )
29	<u>\$143,164,000</u>
30 Puget Sound Capital Construction Account--Federal	
31 Appropriation . . . . .	( <del>(\$66,145,000)</del> )
32	<u>\$46,076,000</u>
33 <u>Puget Sound Capital Construction Account--</u>	
34 <u>Private/Local Appropriation . . . . .</u>	<u>\$2,115,000</u>
35 Multimodal Transportation Account--State	
36 Appropriation . . . . .	\$4,100,000
37 Transportation 2003 Account (Nickel Account)--State	

1	Appropriation . . . . .	(( <del>\$76,525,000</del> ))
2		<u>\$59,469,000</u>
3	TOTAL APPROPRIATION . . . . .	(( <del>\$285,909,000</del> ))
4		<u>\$254,924,000</u>

5 The appropriations in this section are subject to the following  
6 conditions and limitations:

7 (1) (~~(\$6,432,000)~~) \$36,500,000 of the Puget Sound capital  
8 construction account--state appropriation is provided solely for  
9 (~~(emergency capital costs)~~) project 944470A as identified in the LEAP  
10 Transportation Document 2008-1, Ferries Construction Program (W) as  
11 developed February 20, 2008, for the construction of three marine  
12 vessels to replace the vessels that were operated on the Port Townsend-  
13 Keystone ferry route. The document includes a total of \$84,500,000 for  
14 these replacement vessels.

15 (2) (~~(\$16,567,000)~~) \$21,600,823 of the Puget Sound capital  
16 construction account--state appropriation (~~(and)~~), \$4,100,000 of the  
17 multimodal transportation account--state appropriation, \$5,410,000 of  
18 the transportation 2003 account (nickel account)--state appropriation,  
19 \$4,490,000 of the Puget Sound capital construction account--federal  
20 appropriation, and \$2,089,000 of the Puget Sound capital construction  
21 account--private/local appropriation are provided solely for the  
22 terminal projects listed:

23 (a) Anacortes ferry terminal - utilities work; right-of-way  
24 purchase for a holding area during construction; and completion of  
25 design and permitting on the terminal building, pick-up and drop-off  
26 sites, and pedestrian and bicycle facilities;

27 (b) Bainbridge Island ferry terminal - environmental planning and  
28 a traffic signalization project in the vicinity of SR 305 Harborview  
29 drive;

30 (c) Bremerton ferry terminal - overhead loading control system and  
31 moving the terminal agent's office;

32 (d) Clinton ferry terminal - septic system replacement;

33 (e) Edmonds ferry terminal - right-of-way acquisition costs  
34 (~~(and)~~), federal match requirements, and removal of Unocal Pier;

35 (f) Friday Harbor ferry terminal - parking resurfacing;

36 (g) Keystone and Port Townsend ferry terminals - route  
37 environmental planning;

1 (h) Kingston ferry terminal - transfer span retrofit and overhead  
2 vehicle holding control system modifications;

3 (i) Mukilteo ferry terminal - right-of-way acquisition,  
4 archaeological studies, ~~((and))~~ environmental planning, and additional  
5 vehicle holding;

6 (j) Orcas ferry terminal - dolphin replacement;

7 (k) Port Townsend ferry terminal - wingwall replacement, interim  
8 holding, tie-up slip, and initial reservation system;

9 ~~((k))~~ (l) Seattle ferry terminal - environmental planning,  
10 coordination with local jurisdictions, ~~((and))~~ coordination with  
11 highway projects, and contractor payment for automated re-entry gates;

12 ~~((and~~

13 ~~(+))~~ (m) Southworth ferry terminal - federal grant to conduct  
14 preliminary studies and planning for a 2nd operating slip; and

15 (n) Vashon Island and Seattle ferry terminals - modify the  
16 passenger-only facilities.

17 (3) \$1,105,000 of the Puget Sound capital construction account--  
18 state appropriation and \$8,038,000 of the transportation 2003 account  
19 (nickel account)--state appropriation are provided solely for a dolphin  
20 replacement project at the Vashon Island ferry terminal. The  
21 department shall submit a predesign study to the legislature and must  
22 receive legislative approval before beginning design or construction of  
23 this project.

24 (4) ~~(((\$76,525,000))~~ \$46,020,666 of the transportation 2003 account  
25 (nickel account)--state appropriation and ~~(((\$50,985,000))~~ \$3,750,000 of  
26 the Puget Sound capital construction account--~~((state))~~ federal  
27 appropriation are provided solely for the procurement of ~~((four))~~ up to  
28 three 144-vehicle auto-passenger ferry vessels.

29 (5) \$18,716,000 of the Puget Sound capital construction account--  
30 state appropriation is provided solely for the Eagle Harbor maintenance  
31 facility preservation project. These funds may not be used for  
32 relocating any warehouses not currently on the Eagle Harbor site.

33 (6) The department shall research an asset management system to  
34 improve Washington state ferries' management of capital assets and the  
35 department's ability to estimate future preservation needs. The  
36 department shall report its findings regarding a new asset management  
37 system to the governor and the transportation committees of the  
38 legislature no later than January 15, 2008.

1 (7) The department shall sell the M.V. Chinook and M.V. Snohomish  
2 passenger-only fast ferries as soon as practicable and deposit the  
3 proceeds of the sales into the passenger ferry account created in RCW  
4 47.60.645. Once the department ceases to provide passenger-only ferry  
5 service, the department shall sell the M.V. Kalama and M.V. Skagit  
6 passenger-only ferries and deposit the proceeds of the sales into the  
7 passenger ferry account created in RCW 47.60.645.

8 (8) The department shall, on a quarterly basis beginning July 1,  
9 2007, provide to the office of financial management and the legislature  
10 reports providing the status on each project listed in this section and  
11 in the project lists submitted pursuant to this act and on any  
12 additional projects for which the department has expended funds during  
13 the 2007-09 fiscal biennium. Elements shall include, but not be  
14 limited to, project scope, schedule, and costs. The department shall  
15 also provide the information required under this subsection via the  
16 transportation executive information systems (TEIS).

17 (9) The department of transportation is authorized to sell up to  
18 \$105,000,000 in bonds authorized by RCW 47.10.843 for vessel and  
19 terminal acquisition, major and minor improvements, and long lead-time  
20 materials acquisition for the Washington state ferries.

21 **Sec. 308.** 2007 c 518 s 309 (uncodified) is amended to read as  
22 follows:

23 **FOR THE DEPARTMENT OF TRANSPORTATION--RAIL--PROGRAM Y--CAPITAL**

24 Essential Rail Assistance Account--State Appropriation . . .	\$500,000
25 ( <del>Freight Congestion Relief Account--State</del>	
26 <del>Appropriation . . . . .</del>	<del>\$25,000,000</del> )
27 Transportation Infrastructure Account--State	
28 Appropriation . . . . .	(( <del>\$2,500,000</del> ))
29	<u>\$11,100,000</u>
30 Multimodal Transportation Account--State	
31 Appropriation . . . . .	(( <del>\$154,637,000</del> ))
32	<u>\$152,916,000</u>
33 Multimodal Transportation Account--Federal	
34 Appropriation . . . . .	(( <del>\$30,450,000</del> ))
35	<u>\$33,906,000</u>
36 Multimodal Transportation Account--Private/Local	
37 Appropriation . . . . .	(( <del>\$7,894,000</del> ))

1 \$2,659,000  
2 TOTAL APPROPRIATION . . . . . (~~(\$220,981,000)~~)  
3 \$201,081,000

4 The appropriations in this section are subject to the following  
5 conditions and limitations:

6 (1)(a) Except as provided otherwise in (~~subsection (8) of~~) this  
7 section, the entire appropriations in this section are provided solely  
8 for the projects and activities as listed by fund, project, and amount  
9 in LEAP Transportation Document (~~(2007-1)~~) 2008-1, Rail Capital Program  
10 (Y) as developed (~~(April 20, 2007)~~) February 20, 2008. However,  
11 limited transfers of specific line-item project appropriations may  
12 occur between projects for those amounts listed subject to the  
13 conditions and limitations in section 603 of this act.

14 (b) Within the amounts provided in this section, \$2,500,000 of the  
15 transportation infrastructure account--state appropriation is for low-  
16 interest loans for rail capital projects through the freight rail  
17 investment bank program. The department shall issue a call for  
18 projects based upon the legislative priorities specified in subsection  
19 (7)(a) of this section. Application must be received by the department  
20 by November 1, 2007. By December 1, 2007, the department shall submit  
21 a prioritized list of recommended projects to the office of financial  
22 management and the transportation committees of the legislature.

23 (c) Within the amounts provided in this section, \$3,335,000 of the  
24 multimodal transportation account--state appropriation is for statewide  
25 - emergent freight rail assistance projects. However, the department  
26 shall perform a cost/benefit analysis of the projects according to the  
27 legislative priorities specified in subsection (7)(a) of this section,  
28 and shall give priority to the following projects: Rail - Tacoma rail  
29 yard switching upgrades (\$500,000); Rail - Port of Ephrata spur  
30 rehabilitation (\$127,000); Rail - Lewis and Clark rail improvements  
31 (\$1,100,000); Rail - Port of Grays Harbor rail access improvements  
32 (\$543,000); Rail - Port of Longview rail loop construction (\$291,000);  
33 and Rail - Port of Chehalis (\$774,000). If the relative cost of any of  
34 the six projects identified in this subsection (1)(c) is not  
35 substantially less than the public benefits to be derived from the  
36 project, then the department shall not assign the funds to the project,  
37 and instead shall use those funds toward those projects identified by  
38 the department in the attachments to the "Washington State Department

1 of Transportation FREIGHT RAIL ASSISTANCE FUNDING PROGRAM: 2007-2009  
2 Prioritized Project List and Program Update" dated December 2006 for  
3 which the proportion of public benefits to be gained compared to the  
4 cost of the project is greatest.

5 ~~((Within the amounts provided in this section, \$25,000,000 of  
6 the freight congestion relief account state appropriation is for  
7 modifications to the Stampede Pass rail tunnel to facilitate the  
8 movement of double stacked rail cars. The department shall quantify  
9 and report to the legislature by December 1, 2007, the volume of  
10 freight traffic that would likely be shipped by rail rather than trucks  
11 if the Stampede Pass rail tunnel were modified to accommodate double  
12 stacked rail cars.~~

13 ~~(e))~~ Within the amounts provided in this section, ~~(((\$200,000))~~  
14 \$339,000 of the multimodal transportation account--state appropriation  
15 is for rescoping and completion of a programmatic EIS for the Kelso to  
16 Martin's Bluff - 3rd Mainline and Storage Tracks project. The rescoped  
17 project may include funds that are committed to the project by local or  
18 private funding partners. However, the rescoped project must be  
19 capable of being completed with not more than \$49,470,000 in future  
20 state funding. Subject to this funding constraint, the rescoped  
21 project must maximize capacity improvements along the rail mainline.

22 ~~((+f))~~ (e) Within the amounts provided in this section, \$3,600,000  
23 of the multimodal transportation account--state appropriation is  
24 provided solely for work items on the Palouse River and Coulee City  
25 Railroad lines.

26 (f) Within the amounts provided in this section, \$2,048,000 of the  
27 multimodal transportation account--state appropriation is provided  
28 solely for the costs of acquisition of the Palouse River and Coulee  
29 City (PCC) rail line system associated with the memorandum of  
30 understanding (MOU), which was executed between Washington state and  
31 Watco. Total costs associated with the MOU shall not exceed  
32 \$10,937,000.

33 (2) The multimodal transportation account--state appropriation  
34 includes up to ~~(((\$137,620,000))~~ \$149,966,000 in proceeds from the sale  
35 of bonds authorized by RCW 47.10.867.

36 (3) The department is directed to seek the use of unprogrammed  
37 federal rail crossing funds to be expended in lieu of or in addition to

1 state funds for eligible costs of projects in Program Y, including, but  
2 not limited to the "Tacoma -- bypass of Pt. Defiance" project.

3 (4) If new federal funding for freight or passenger rail is  
4 received, the department shall consult with the transportation  
5 committees of the legislature and the office of financial management  
6 prior to spending the funds on existing or additional projects.

7 (5) The department shall sell any ancillary property, acquired when  
8 the state purchased the right-of-ways to the PCC rail line system, to  
9 a lessee of the ancillary property who is willing to pay fair market  
10 value for the property. The department shall deposit the proceeds from  
11 the sale of ancillary property into the transportation infrastructure  
12 account.

13 (6) The entire freight congestion relief account--state  
14 appropriation is contingent upon the enactment during the 2007-2009  
15 fiscal biennium of a bill, resulting from the study established in  
16 Substitute Senate Bill No. 5207, that makes available funding to  
17 support project expenditures funded from the freight congestion relief  
18 account created in Substitute Senate Bill No. 5207. If such a funding  
19 bill is not enacted by June 30, 2009, the entire freight congestion  
20 relief account--state appropriation shall lapse.

21 (7)(a) The department shall develop and implement the  
22 benefit/impact evaluation methodology recommended in the statewide rail  
23 capacity and needs study finalized in December 2006. The  
24 benefit/impact evaluation methodology shall be developed using the  
25 following priorities, in order of relative importance:

26 (i) Economic, safety, or environmental advantages of freight  
27 movement by rail compared to alternative modes;

28 (ii) Self-sustaining economic development that creates family-wage  
29 jobs;

30 (iii) Preservation of transportation corridors that would otherwise  
31 be lost;

32 (iv) Increased access to efficient and cost-effective transport to  
33 market for Washington's agricultural and industrial products;

34 (v) Better integration and cooperation within the regional,  
35 national, and international systems of freight distribution; and

36 (vi) Mitigation of impacts of increased rail traffic on  
37 communities.

1 (b) The department shall convene a work group to collaborate on the  
2 development of the benefit/impact analysis method to be used in the  
3 evaluation. The work group must include, at a minimum, the freight  
4 mobility strategic investment board, the department of agriculture, and  
5 representatives from the various users and modes of the state's rail  
6 system.

7 (c) The department shall use the benefit/impact analysis and  
8 priorities in (a) of this subsection when submitting requests for state  
9 funding for rail projects. The department shall develop a standardized  
10 format for submitting requests for state funding for rail projects that  
11 includes an explanation of the analysis undertaken, and the conclusions  
12 derived from the analysis.

13 (d) The department and the freight mobility strategic investment  
14 board shall collaborate to submit a report to the office of financial  
15 management and the transportation committees of the legislature by  
16 September 1, 2008, listing proposed freight highway and rail projects.  
17 The report must describe the analysis used for selecting such projects,  
18 as required by this act for the department and as required by chapter  
19 47.06A RCW for the board. When developing its list of proposed freight  
20 highway and rail projects, the freight mobility strategic investment  
21 board shall use the priorities identified in (a) of this subsection to  
22 the greatest extent possible.

23 ~~((8) \$5,000,000 of the multimodal transportation account state  
24 appropriation is reappropriated and provided solely for the costs of  
25 acquisition of the PCC railroad associated with the memorandum of  
26 understanding (MOU), which was executed between Washington state and  
27 Watco. Total costs associated with the MOU shall not exceed  
28 \$10,937,000.))~~

29 **Sec. 309.** 2007 c 518 s 310 (uncodified) is amended to read as  
30 follows:

31 **FOR THE DEPARTMENT OF TRANSPORTATION--LOCAL PROGRAMS--PROGRAM Z--**  
32 **CAPITAL**

33 Highway Infrastructure Account--State Appropriation . . . . .	\$207,000
34 Highway Infrastructure Account--Federal	
35 Appropriation . . . . .	\$1,602,000
36 Freight Mobility Investment Account--State	
37 Appropriation . . . . .	(( \$12,500,000 ))



1 is provided solely for near and long-term costs of capital improvements  
2 in a business plan approved by the governor for passenger ferry  
3 service.

4 (3) The department shall seek the use of unprogrammed federal rail  
5 crossing funds to be expended in lieu of or in addition to state funds  
6 for eligible costs of projects in local programs, program Z capital.

7 (4) The department shall apply for surface transportation program  
8 (STP) enhancement funds to be expended in lieu of or in addition to  
9 state funds for eligible costs of projects in local programs, program  
10 Z capital.

11 (5) Federal funds may be transferred from program Z to programs I  
12 and P and state funds shall be transferred from programs I and P to  
13 program Z to replace those federal funds in a dollar-for-dollar match.  
14 Fund transfers authorized under this subsection shall not affect  
15 project prioritization status. Appropriations shall initially be  
16 allotted as appropriated in this act. The department may not transfer  
17 funds as authorized under this subsection without approval of the  
18 office of financial management. The department shall submit a report  
19 on those projects receiving fund transfers to the office of financial  
20 management and the transportation committees of the legislature by  
21 December 1, 2007, and December 1, 2008.

22 (6) The city of Winthrop may utilize a design-build process for the  
23 Winthrop bike path project. Of the amount appropriated in this section  
24 for this project, \$500,000 of the multimodal transportation account--  
25 state appropriation is contingent upon the state receiving from the  
26 city of Winthrop \$500,000 in federal funds awarded to the city of  
27 Winthrop by its local planning organization.

28 (7) (~~(\$7,000,000)~~) \$11,591,224 of the multimodal transportation  
29 account--state appropriation, (~~(\$7,000,000)~~) \$8,640,239 of the motor  
30 vehicle account--federal appropriation, and \$4,000,000 of the motor  
31 vehicle account--federal appropriation are provided solely for the  
32 pedestrian and bicycle safety program projects and safe routes to  
33 schools program projects identified in the LEAP Transportation Document  
34 2007-A, pedestrian and bicycle safety program projects and safe routes  
35 to schools program projects as developed April 20, 2007. Projects must  
36 be allocated funding based on order of priority. The department shall  
37 review all projects receiving grant awards under this program at least  
38 semiannually to determine whether the projects are making satisfactory

1 progress. Any project that has been awarded funds, but does not report  
2 activity on the project within one year of the grant award, shall be  
3 reviewed by the department to determine whether the grant should be  
4 terminated. The department shall promptly close out grants when  
5 projects have been completed, and identify where unused grant funds  
6 remain because actual project costs were lower than estimated in the  
7 grant award.

8 (8) Up to a maximum of \$5,000,000 of the multimodal transportation  
9 account--state appropriation and up to a maximum of \$2,000,000 of the  
10 motor vehicle account--federal appropriation are reappropriated for the  
11 pedestrian and bicycle safety program projects and safe routes to  
12 schools program projects identified in the LEAP transportation document  
13 2006-B, pedestrian and bicycle safety program projects and safe routes  
14 to schools program projects as developed March 8, 2006. Projects must  
15 be allocated funding based on order of priority. The department shall  
16 review all projects receiving grant awards under this program at least  
17 semiannually to determine whether the projects are making satisfactory  
18 progress. Any project that has been awarded funds, but does not report  
19 activity on the project within one year of the grant award, shall be  
20 reviewed by the department to determine whether the grant should be  
21 terminated. The department shall promptly close out grants when  
22 projects have been completed, and identify where unused grant funds  
23 remain because actual project costs were lower than estimated in the  
24 grant award.

25 (9) The entire freight congestion relief account--state  
26 appropriation is contingent upon the enactment during the 2007-2009  
27 fiscal biennium of a bill, resulting from the study established in  
28 Substitute Senate Bill No. 5207, that makes available funding to  
29 support project expenditures funded from the freight congestion relief  
30 account created in Substitute Senate Bill No. 5207. If such a funding  
31 bill is not enacted by June 30, 2009, the entire freight congestion  
32 relief account--state appropriation shall lapse.

33 (10) \$3,500,000 of the multimodal transportation account--federal  
34 appropriation is provided solely for the Museum of Flight pedestrian  
35 bridge safety project.

36 (11) \$250,000 of the multimodal transportation account--state  
37 appropriation is provided solely for the icicle rail station in  
38 Leavenworth.

1 (12) \$1,500,000 of the motor vehicle account--state appropriation  
2 is provided solely for the Union Gap city road project.

3 (13) (~~(\$350,000)~~) \$250,000 of the motor vehicle account--state  
4 appropriation is provided solely for the Saltwater state park bridge  
5 project and off-site traffic control costs.

6 (14) \$1,000,000 of the motor vehicle account--state appropriation  
7 (~~is~~) and \$4,688,000 of the motor vehicle account--federal  
8 appropriation are provided solely for the coal creek parkway project.

9 (15) \$250,000 of the multimodal transportation account--state  
10 appropriation is provided solely for a streetcar feasibility study in  
11 downtown Spokane.

12 (16) \$500,000 of the motor vehicle account--(~~state~~) federal  
13 appropriation is provided solely for (~~the~~) slide repairs completed  
14 during 2007 and 2008 at or in the vicinity of marine view drive bridge  
15 (~~project~~) on Marine View Drive and on Des Moines Memorial Drive in  
16 Des Moines.

17 (17) For the 2007-09 project appropriations, unless otherwise  
18 provided in this act, the director of financial management may  
19 authorize a transfer of appropriation authority between projects  
20 managed by the freight mobility strategic investment board, in order  
21 for the board to manage project spending and efficiently deliver all  
22 projects in the respective program under the following conditions and  
23 limitations:

24 (a) At the time the board submits a request to transfer funds under  
25 this section a copy of the request shall be submitted to the  
26 transportation committees of the legislature; and

27 (b) The office of financial management shall work with legislative  
28 staff of the house of representatives and senate transportation  
29 committees to review the requested transfers.

30 (18) \$250,000 of the multimodal transportation account--state  
31 appropriation is provided solely for a pedestrian underpass under the  
32 Columbia basin railroad in Moses Lake.

33 **TRANSFERS AND DISTRIBUTIONS**

34 **Sec. 401.** 2007 c 518 s 401 (uncodified) is amended to read as  
35 follows:

36 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**

1 **BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALES DISCOUNTS AND**  
2 **DEBT TO BE PAID BY MOTOR VEHICLE ACCOUNT AND TRANSPORTATION FUND**  
3 **REVENUE**

4	Highway Bond Retirement Account Appropriation . . . . .	(( <del>\$570,030,000</del> ))
5		<u>\$531,002,000</u>
6	Ferry Bond Retirement Account Appropriation . . . . .	(( <del>\$38,059,000</del> ))
7		<u>\$37,380,000</u>
8	Transportation Improvement Board Bond Retirement	
9	Account--State Appropriation . . . . .	(( <del>\$27,749,000</del> ))
10		<u>\$26,822,000</u>
11	Nondebt-Limit Reimbursable Account Appropriation . . . . .	(( <del>\$19,359,000</del> ))
12		<u>\$20,445,000</u>
13	Transportation Partnership Account--State	
14	Appropriation . . . . .	(( <del>\$6,694,000</del> ))
15		<u>\$2,093,000</u>
16	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$986,000</del> ))
17		<u>\$457,000</u>
18	Transportation Improvement Account--State Appropriation . . . . .	(( <del>\$68,000</del> ))
19		<u>\$59,000</u>
20	Multimodal Transportation Account--State	
21	Appropriation . . . . .	(( <del>\$1,032,000</del> ))
22		<u>\$675,000</u>
23	Transportation 2003 Account (Nickel Account)--State	
24	Appropriation . . . . .	(( <del>\$6,560,000</del> ))
25		<u>\$1,980,000</u>
26	Urban Arterial Trust Account--State Appropriation . . . . .	(( <del>\$473,000</del> ))
27		<u>\$113,000</u>
28	Special Category C Account Appropriation . . . . .	(( <del>\$160,000</del> ))
29		<u>\$99,000</u>
30	TOTAL APPROPRIATION . . . . .	(( <del>\$671,170,000</del> ))
31		<u>\$621,125,000</u>

32 **Sec. 402.** 2007 c 518 s 402 (uncodified) is amended to read as  
33 follows:

34 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**  
35 **BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES AND**  
36 **FISCAL AGENT CHARGES**

37 Transportation Partnership Account--State

1	Appropriation . . . . .	(( <del>\$2,254,000</del> ))
2		<u>\$279,000</u>
3	Motor Vehicle Account--State Appropriation . . . . .	(( <del>\$329,000</del> ))
4		<u>\$61,000</u>
5	Transportation Improvement Account--State Appropriation . . . . .	\$5,000
6	Multimodal Transportation Account--State Appropriation . . . . .	(( <del>\$130,000</del> ))
7		<u>\$90,000</u>
8	Transportation 2003 Account (Nickel Account)--State	
9	Appropriation . . . . .	(( <del>\$2,187,000</del> ))
10		<u>\$264,000</u>
11	Urban Arterial Trust Account--State Appropriation . . . . .	\$38,000
12	Special Category C Account--State Appropriation . . . . .	(( <del>\$53,000</del> ))
13		<u>\$13,000</u>
14	TOTAL APPROPRIATION . . . . .	(( <del>\$4,996,000</del> ))
15		<u>\$750,000</u>

16       **Sec. 403.** 2007 c 518 s 403 (uncodified) is amended to read as  
17 follows:

18 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**  
19 **BOND REGISTRATION AND TRANSFER CHARGES: FOR MVFT BONDS AND TRANSFERS**

20       (1) Motor Vehicle Account--State Reappropriation:  
21 For transfer to the Tacoma Narrows Toll Bridge  
22 Account . . . . . ((~~\$131,016,000~~))  
23 \$19,133,000

24       The department of transportation is authorized to sell up to  
25 ((~~\$131,016,000~~)) \$18,000,000 in bonds authorized by RCW 47.10.843 for  
26 the Tacoma Narrows bridge project. Proceeds from the sale of the bonds  
27 shall be deposited into the motor vehicle account. The department of  
28 transportation shall inform the treasurer of the amount to be  
29 deposited.

30       (2) Motor Vehicle Account--State Appropriation:  
31 For transfer to the Puget Sound Capital Construction  
32 Account . . . . . ((~~\$131,500,000~~))  
33 \$105,000,000

34       The department of transportation is authorized to sell up to  
35 ((~~\$131,500,000~~)) \$105,000,000 in bonds authorized by RCW 47.10.843 for

1 vessel and terminal acquisition, major and minor improvements, and long  
2 lead-time materials acquisition for the Washington state ferries.

3 **Sec. 404.** 2007 c 518 s 404 (uncodified) is amended to read as  
4 follows:

5 **FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION**

6 Motor Vehicle Account Appropriation for  
7 motor vehicle fuel tax distributions to cities  
8 and counties . . . . . ((~~\$526,320,000~~))  
9 \$501,783,827

10 **Sec. 405.** 2007 c 518 s 405 (uncodified) is amended to read as  
11 follows:

12 **FOR THE STATE TREASURER--TRANSFERS**

13 Motor Vehicle Account--State  
14 Appropriation: For motor vehicle fuel tax  
15 refunds and statutory transfers . . . . . ((~~\$937,181,000~~))  
16 \$918,908,000

17 **Sec. 406.** 2007 c 518 s 406 (uncodified) is amended to read as  
18 follows:

19 **FOR THE DEPARTMENT OF LICENSING--TRANSFERS**

20 Motor Vehicle Account--State  
21 Appropriation: For motor vehicle fuel tax  
22 refunds and transfers . . . . . ((~~\$346,657,000~~))  
23 \$333,207,000

24 **Sec. 407.** 2007 c 518 s 407 (uncodified) is amended to read as  
25 follows:

26 **FOR THE STATE TREASURER--ADMINISTRATIVE TRANSFERS**

27 (1) Recreational Vehicle Account--State  
28 Appropriation: For transfer to the Motor Vehicle  
29 Account--State . . . . . ((~~\$3,005,000~~))  
30 \$4,505,000

31 (2) License Plate Technology Account--State  
32 Appropriation: For the Multimodal Transportation  
33 Account--State . . . . . \$4,500,000

34 (3) Motor Vehicle Account--State Appropriation:

1 For transfer to the High-Occupancy Toll Lanes Operations--  
 2 State Account . . . . . \$3,000,000  
 3 (4) Motor Vehicle Account--State Appropriation:  
 4 For transfer to the Puget Sound Capital Construction  
 5 Account--State . . . . . \$20,000,000  
 6 (5) Multimodal Transportation Account--State  
 7 Appropriation: For transfer to the Puget Sound  
 8 Ferry Operations Account--State . . . . . ((~~\$39,000,000~~))  
 9 \$66,000,000  
 10 (6) Advanced Right-of-Way Revolving Account--State  
 11 Appropriation: For transfer to the Motor Vehicle  
 12 Account--State . . . . . \$30,000,000  
 13 (7) Waste Tire Removal Account--State Appropriation:  
 14 For transfer to the Motor Vehicle Account--State . . . . . \$5,600,000  
 15 (8) ~~((Motor Vehicle Account--State Appropriation:  
 16 For transfer to the Transportation Partnership  
 17 Account--State . . . . . \$25,000,000  
 18 ~~(10))~~) Multimodal Transportation Account--State  
 19 Appropriation: For transfer to the Transportation  
 20 Infrastructure Account--State . . . . . ((~~\$7,000,000~~))  
 21 \$8,600,000  
 22 ~~((11))~~ (9) Highway Safety Account--State Appropriation:  
 23 For transfer to the Multimodal Transportation  
 24 Account--State . . . . . \$9,500,000  
 25 (10) Urban Arterial Trust Account--State Appropriation:  
 26 For transfer to the Small City Pavement and Sidewalk  
 27 Account--State . . . . . \$1,400,000~~

28 The transfers identified in this section are subject to the  
 29 following conditions and limitations: ~~((a))~~ The amount transferred  
 30 in subsection (3) of this section may be spent only on "highway  
 31 purposes" as that term is construed in Article II, section 40 of the  
 32 Washington state Constitution.

33 **COMPENSATION**

34 **Sec. 501.** 2007 c 518 s 501 (uncodified) is amended to read as  
 35 follows:

1 **COMPENSATION--NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS.** The  
2 appropriations for state agencies, are subject to the following  
3 conditions and limitations:

4 (1)(a) The monthly employer funding rate for insurance benefit  
5 premiums, public employees' benefits board administration, and the  
6 uniform medical plan, shall not exceed \$707 per eligible employee for  
7 fiscal year 2008. For fiscal year 2009 the monthly employer funding  
8 rate shall not exceed (~~(\$732)~~) \$575 per eligible employee.

9 (b) In order to achieve the level of funding provided for health  
10 benefits, the public employees' benefits board shall require any or all  
11 of the following: Employee premium copayments, increases in  
12 point-of-service cost sharing, the implementation of managed  
13 competition, or make other changes to benefits consistent with RCW  
14 41.05.065.

15 (c) The health care authority shall deposit any moneys received on  
16 behalf of the uniform medical plan as a result of rebates on  
17 prescription drugs, audits of hospitals, subrogation payments, or any  
18 other moneys recovered as a result of prior uniform medical plan claims  
19 payments, into the public employees' and retirees' insurance account to  
20 be used for insurance benefits. Such receipts shall not be used for  
21 administrative expenditures.

22 (2) The health care authority, subject to the approval of the  
23 public employees' benefits board, shall provide subsidies for health  
24 benefit premiums to eligible retired or disabled public employees and  
25 school district employees who are eligible for medicare, pursuant to  
26 RCW 41.05.085. From January 1, 2008, through December 31, 2008, the  
27 subsidy shall be \$165.31. Starting January 1, 2009, the subsidy shall  
28 be \$184.26 per month.

29 **Sec. 502.** 2007 c 518 s 502 (uncodified) is amended to read as  
30 follows:

31 **COMPENSATION--REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION--INSURANCE**  
32 **BENEFITS.** The appropriations for state agencies, are subject to the  
33 following conditions and limitations:

34 (1)(a) The monthly employer funding rate for insurance benefit  
35 premiums, public employees' benefits board administration, and the  
36 uniform medical plan, for represented employees outside the super  
37 coalition under chapter 41.80 RCW, shall not exceed \$707 per eligible

1 employee for fiscal year 2008. For fiscal year 2009 the monthly  
2 employer funding rate shall not exceed (~~(\$732)~~) \$575 per eligible  
3 employee.

4 (b) In order to achieve the level of funding provided for health  
5 benefits, the public employees' benefits board shall require any or all  
6 of the following: Employee premium copayments, increases in  
7 point-of-service cost sharing, the implementation of managed  
8 competition, or make other changes to benefits consistent with RCW  
9 41.05.065.

10 (c) The health care authority shall deposit any moneys received on  
11 behalf of the uniform medical plan as a result of rebates on  
12 prescription drugs, audits of hospitals, subrogation payments, or any  
13 other moneys recovered as a result of prior uniform medical plan claims  
14 payments, into the public employees' and retirees' insurance account to  
15 be used for insurance benefits. Such receipts shall not be used for  
16 administrative expenditures.

17 (2) The health care authority, subject to the approval of the  
18 public employees' benefits board, shall provide subsidies for health  
19 benefit premiums to eligible retired or disabled public employees and  
20 school district employees who are eligible for medicare, pursuant to  
21 RCW 41.05.085. From January 1, 2008, through December 31, 2008, the  
22 subsidy shall be \$165.31. Starting January 1, 2009, the subsidy shall  
23 be \$184.26 per month.

24 **Sec. 503.** 2007 c 518 s 503 (uncodified) is amended to read as  
25 follows:

26 **COMPENSATION--REPRESENTED EMPLOYEES--SUPER COALITION.** Collective  
27 bargaining agreements negotiated as part of the super coalition under  
28 chapter 41.80 RCW include employer contributions to health insurance  
29 premiums at 88% of the cost. Funding rates at this level are currently  
30 \$707 per month for fiscal year 2008 and (~~(\$732)~~) \$575 per month for  
31 fiscal year 2009. The agreements also include a one-time payment of  
32 \$756 for each employee who is eligible for insurance for the month of  
33 June, 2007, and is covered by a 2007-2009 collective bargaining  
34 agreement pursuant to chapter 41.80 RCW, as well as continuation of the  
35 salary increases that were negotiated for the twelve-month period  
36 beginning July 1, 2006, and scheduled to terminate June 30, 2007.

MISCELLANEOUS

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NEW SECTION. **Sec. 600.** A new section is added to 2007 c 518 (uncodified) to read as follows:

The department of transportation shall provide up to \$3,450,000 in toll credits to Kitsap transit for passenger-only ferry service. The number of toll credits provided to Kitsap transit must be equal to, but no more than, a number sufficient to meet federal match requirements for grant funding for passenger-only ferry service, but shall not exceed the amount authorized under this section.

NEW SECTION. **Sec. 601.** A new section is added to 2007 c 518 (uncodified) to read as follows:

The department of transportation shall provide up to \$450,000 in toll credits to the port of Kingston for the purchase of a passenger-only ferry vessel. The number of toll credits provided to the port of Kingston must be equal to, but no more than, a number sufficient to meet federal match requirements for grant funding for a passenger-only ferry vessel, but shall not exceed the amount authorized under this section.

NEW SECTION. **Sec. 602.** A new section is added to 2007 c 518 (uncodified) to read as follows:

Our ability to maintain and preserve the state's investment in transportation is acknowledged to be related to the replacement cost of the system, yet the state has no estimates of the entire system's cost or replacement value. A large portion of the state's highway system was developed prior to June 30, 1980, so it is important that the inventory and valuation include all of the state's highway system including the parts of the system constructed prior to June 30, 1980, that is not required by governmental accounting standards board's statement number 34. Consequently, the department of transportation, in conjunction with the office of financial management, must implement the governmental accounting standards board's statement number 34, including a complete inventory and valuation of the state's highway system's cost basis and replacement cost. During 2008, the cochairs of the joint transportation committee shall select legislators to work with the office of financial management and the department of transportation. The purpose of the effort is to enhance decision

1 making that will result in strategic long-term investment decisions in  
2 transportation capital project management and appropriate levels of  
3 asset maintenance and preservation. The office of financial management  
4 will coordinate and manage the complete inventory and the valuation of  
5 the total state's highway system. The office of financial management  
6 must submit a final report to the legislative transportation committees  
7 on or before December 1, 2009.

8 **Sec. 603.** 2007 c 518 s 713 (uncodified) is amended to read as  
9 follows:

10 **FOR THE DEPARTMENT OF TRANSPORTATION**

11 Transportation Infrastructure Account--State  
12 Appropriation . . . . . ((~~\$7,000,000~~))  
13 \$8,600,000

14 The appropriation in this section is subject to the following  
15 conditions and limitations: The Palouse River and Coulee City (PCC)  
16 rail line system is made up of the CW, P&L and PV Hooper rail lines.  
17 The amount provided in this section is provided solely for grants to  
18 any intergovernmental entity or local rail district to which operating  
19 rights for the PCC rail line system are assigned, provided that the  
20 funds are used only to refurbish the rail lines. It is the intent of  
21 the legislature to make the funds appropriated in this section  
22 available as grants to an intergovernmental entity or local rail  
23 district for the purposes stated in this section at least until June  
24 30, 2012, and to reappropriate as necessary any portion of the  
25 appropriation in this section that is not used by June 30, 2009.

26 **Sec. 604.** RCW 46.68.110 and 2007 c 148 s 1 are each amended to  
27 read as follows:

28 Funds credited to the incorporated cities and towns of the state as  
29 set forth in RCW 46.68.090 shall be subject to deduction and  
30 distribution as follows:

31 (1) One and one-half percent of such sums distributed under RCW  
32 46.68.090 shall be deducted monthly as such sums are credited and set  
33 aside for the use of the department of transportation for the  
34 supervision of work and expenditures of such incorporated cities and  
35 towns on the city and town streets thereof, including the supervision  
36 and administration of federal-aid programs for which the department of

1 transportation has responsibility: PROVIDED, That any moneys so  
2 retained and not expended shall be credited in the succeeding biennium  
3 to the incorporated cities and towns in proportion to deductions herein  
4 made;

5 (2) Thirty-three one-hundredths of one percent of such funds  
6 distributed under RCW 46.68.090 shall be deducted monthly, as such  
7 funds accrue, and set aside for the use of the department of  
8 transportation for the purpose of funding the cities' share of the  
9 costs of highway jurisdiction studies and other studies. Any funds so  
10 retained and not expended shall be credited in the succeeding biennium  
11 to the cities in proportion to the deductions made;

12 (3) One percent of such funds distributed under RCW 46.68.090 shall  
13 be deducted monthly, as such funds accrue, to be deposited in the small  
14 city pavement and sidewalk account, to implement the city hardship  
15 assistance program, as provided in RCW 47.26.164. However, any moneys  
16 so retained and not required to carry out the program under this  
17 subsection as of July 1st of each odd-numbered year thereafter, shall  
18 be retained in the account and used for maintenance, repair, and  
19 resurfacing of city and town streets for cities and towns with a  
20 population of less than five thousand.

21 (4) During the 2007-2009 biennium, except as provided in RCW  
22 47.26.080, after making the deductions under subsections (1) through  
23 (3) of this section and RCW 35.76.050, the balance remaining to the  
24 credit of incorporated cities and towns shall be apportioned monthly as  
25 such funds accrue among the several cities and towns within the state  
26 ratably on the basis of the population last determined by the office of  
27 financial management.

28 NEW SECTION. Sec. 605. If any provision of this act or its  
29 application to any person or circumstance is held invalid, the  
30 remainder of the act or the application of the provision to other  
31 persons or circumstances is not affected.

32 NEW SECTION. Sec. 606. This act is necessary for the immediate  
33 preservation of the public peace, health, or safety, or support of the

1 state government and its existing public institutions, and takes effect  
2 immediately.

(End of bill)

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